

**Exhibit B**

[Draft 7/5/2016](#)

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

-----X  
In re : Chapter 11  
: :  
GAWKER MEDIA LLC, *et al.*, : Case No. 16-11700 (SMB)  
: :  
Debtors.<sup>1</sup> : Jointly Administered  
: :  
-----X

~~INTERIM ORDER PURSUANT TO 11 U.S.C. §§~~  
FINAL ORDER PURSUANT TO SECTIONS 105, 361, 362, 363, AND 364  
OF THE BANKRUPTCY CODE AND RULES 2002, 4001, AND 9014 OF  
~~OF THE FEDERAL RULES OF BANKRUPTCY PROCEDURE (I) AUTHORIZING~~  
INCURRENCE BY THE DEBTORS OF POSTPETITION SECURED INDEBTEDNESS,  
(II) GRANTING LIENS, (III) AUTHORIZING USE OF CASH COLLATERAL BY  
THE DEBTORS AND PROVIDING FOR ADEQUATE PROTECTION,  
AND (IV) MODIFYING THE AUTOMATIC STAY, AND (V) SCHEDULING A FINAL  
HEARING

Upon the motion, dated June 13, 2016 [*ECF No.* 19] (the “Motion”) by the  
above-captioned debtors and debtors in possession (collectively, the “Debtors”) in the  
above-captioned chapter 11 cases (the “Chapter 11 Cases”), seeking, among other things, the  
entry of ~~an~~-interim ~~order~~and final orders (this “Interim”Final Order”):

(i) authorizing the Debtors, pursuant to sections 363, 364(c), and 364(d) of  
title 11 of the United States Code (the “Bankruptcy Code”), to (a) obtain postpetition  
financing of up to \$22,000,000 (the “DIP Facility”), comprised of a \$17,000,000 term loan and  
a \$5,000,000 revolving credit facility, pursuant to (I) that certain Financing Agreement (as such  
agreement may be amended, restated, supplemented or otherwise modified from time to time in

<sup>1</sup> The Debtors in these chapter 11 cases and the last four digits of each Debtor’s federal tax identification number, as applicable, are as follows: Gawker Media LLC (3231), Gawker Media Group, Inc. (0491) and Kinja Kft. (5056). The Debtors’ corporate headquarters is located at 114 Fifth Avenue, 2<sup>nd</sup> Floor, New York, NY 10011.

accordance with the terms thereof and hereof, the “DIP Financing Agreement”), ~~substantially~~ in the form attached ~~to the Motion~~ hereto as Exhibit BA, by and among Gawker Media LLC, as borrower (the “Borrower”), each of the other guarantor parties thereto including any entities that become guarantors thereunder from time to time (the “Guarantors” and, together with the Borrower, the “DIP Loan Parties”), Cerberus Business Finance LLC, as collateral and administrative agent (the “DIP Agent”), and the lender parties thereto including any entities that become lenders thereunder from time to time (the “DIP Lenders” and, together with the DIP Agent, the “DIP Secured Parties”), and (II) all guarantees and other agreements, documents, and instruments to be executed and/or delivered with, to, or in favor of the DIP Secured Parties (all documents comprising the DIP Facility, each as may be amended, restated, supplemented or otherwise modified from time to time in accordance with the terms thereof and hereof, collectively, the “DIP Loan Documents”); and (b) incur the “Obligations” under and as defined in the DIP Financing Agreement (any such Obligations are hereinafter referred to as the “DIP Obligations”);

(ii) authorizing the Debtors that are Guarantors under the DIP Financing Agreement to guarantee the Borrower’s DIP Obligations;

(iii) authorizing the DIP Loan Parties to execute and deliver the DIP Loan Documents and to perform such other acts as may be necessary or desirable in connection ~~therewith~~ with the DIP Loan Documents;

(iv) authorizing the Debtors to access ~~up to \$14,000,000~~ the full amount of the DIP Facility ~~in on the form of a Term Loan (as defined~~ terms and subject to the conditions set forth in the DIP Financing Agreement) ~~(inclusive of an aggregate amount of approximately \$12.3 million to repay all outstanding obligations and cash collateralize the issued, outstanding~~

~~and undrawn letter of credit under the Prepetition First Lien Credit Agreement (as defined below)) in an amount equal to 105% of the First Lien Letter of Credit on an interim basis, for the period (the “Interim Period”) from the commencement of these cases through and including the earlier of (I) the entry of the Final Order (as defined below), and (II) thirty (30) days after the Petition Date, in order to avoid immediate and irreparable harm; and this Final Order;~~

(v) authorizing the use of the proceeds of the DIP Facility (net of any amounts used to pay fees, costs and expenses under the DIP Loan Documents) ~~during the Interim Period~~ in each case in a manner consistent with and subject to the terms and conditions of the DIP Loan Documents and this ~~Interim~~Final Order, and in compliance with the Budget (as defined ~~below~~in the DIP Financing Agreement), solely for the purposes set forth in the DIP Loan Documents, including to pay or fund (a) certain costs, fees and expenses related to the Chapter 11 Cases, (b) the repayment of all Prepetition First Lien Obligations (as defined below), including to cash collateralize all outstanding letters of credit issued under the Prepetition First Lien Credit Documents (as defined below) in an amount equal to 105% of the First Lien Letter of Credit, and (c) the working capital needs of the Debtors during the Chapter 11 Cases;

(vi) granting to the DIP Agent, for the benefit of itself and the DIP Lenders, automatically perfected liens on and security interests in all of the DIP Collateral (as defined below), including, without limitation, all property constituting “cash collateral” (as defined in section 363(a) of the Bankruptcy Code, and hereinafter, “Cash Collateral”), which liens and security interests shall have the priorities set forth in paragraph ~~2(i)~~2(i) below;

(vii) granting to the DIP Agent, for the benefit of itself and the DIP Lenders, allowed superpriority administrative expense claims in each of the Chapter 11 Cases and any

Successor Case (as defined below) in respect of all DIP Obligations, pursuant to section 364(c)(1) of the Bankruptcy Code, which shall have the priorities set forth in paragraph ~~2(j)~~ 2(i) below;

(viii) authorizing the Debtors' use of Cash Collateral on the terms and conditions set forth in this ~~Interim~~Final Order, and providing adequate protection on the terms set forth in this ~~Interim~~Final Order to the Prepetition Second Lien Lender (as defined below) for any Diminution in Value (as defined below) for their interests in the Prepetition Collateral (as defined below), including the Cash Collateral;

(ix) vacating and modifying the automatic stay imposed by section 362 of the Bankruptcy Code to the extent necessary to implement and effectuate the terms and provisions of the DIP Loan Documents and this ~~Interim~~Final Order; and

~~(x) scheduling a final hearing (the "Final Hearing") to consider entry of an order (the "Final Order") granting the relief requested in the Motion on a final basis, and to approve the form and manner of notice with respect to the Final Hearing; and~~

(x) ~~(xi)~~—waiving any applicable stay as provided in the provisions of the Federal Rules of Bankruptcy Procedure (the "Bankruptcy Rules") and/or the Local Bankruptcy Rules for the Southern District of New York (the "Local Rules"), and providing for the immediate effectiveness of this ~~Interim~~Final Order;

The Court having considered the Motion and the *Declaration of William D. Holden in Support of DIP Financing Motion* [ECF No. 20], the exhibits attached thereto, the DIP Financing Agreement, and the testimony and other evidence submitted at the interim hearing held before the Court ~~commencing~~ on June 15, 2016 (the "Interim Hearing"); and the Court having entered that certain Interim Order pursuant to 11 U.S.C. §§ 105, 361, 362, 363, and

364 and Rules 202, 4001 and 9014 of the Federal Rules of Bankruptcy Procedures (I) Authorizing Incurrence by the Debtors of Postpetition Secured Indebtedness, (II) Granting Liens, (III) Authorizing the Use of Cash Collateral by the Debtors and Providing for Adequate Protection, (IV) Modifying the Automatic Stay, and (V) Scheduling a Final hearing, dated June 16, 2016 [ECF No. 38] (the "Interim Order"); and the Court having considered the testimony and other evidence submitted at the final hearing held before the Court on July 7, 2016 (the "Final Hearing"); and in accordance with Bankruptcy Rules 2002, 4001(b), (c), and (d), and 9014 and Rule 4001-2 of the Local Rules, due and proper notice of the Motion~~and~~, the Interim Hearing, and the Final Hearing having been given; and the Interim Hearing and Final Hearing having been held and concluded; and it appearing that approval of the relief requested in the Motion ~~during the Interim Period is necessary to avoid immediate and irreparable harm to the Debtors pending the Final Hearing, and otherwise~~on a final basis is fair and reasonable and in the best interests of the Debtors, their creditors and their estates, and is essential for the continued operation of the Debtors' business and to preserve and maximize the value of the Debtors' estates for the benefit of all stakeholders; and it further appearing that the Debtors are unable to secure unsecured credit for money borrowed allowable as an administrative expense under section 503(b)(1) of the Bankruptcy Code; and all objections, if any, to the entry of this ~~Interim~~Final Order having been withdrawn, resolved or overruled by this Court; and after due deliberation and consideration, and for good and sufficient cause appearing therefor:

**IT IS HEREBY FOUND AND CONCLUDED AS FOLLOWS:<sup>2</sup>**

<sup>2</sup> The findings and conclusions set forth in this ~~Interim~~Final Order constitute this Court's findings of fact and conclusions of law pursuant to Bankruptcy Rule 7052, made applicable to this proceeding pursuant to Bankruptcy Rule 9014. To the extent any of the following findings of fact constitute conclusions of law, they are adopted as such. To the extent any of the following conclusions of law constitute findings of fact, they are adopted as such.

A. **Petition Date.** On June 10, 2016, (the “Petition Date”), Gawker Media LLC filed a voluntary petition for relief under chapter 11 of the Bankruptcy Code with the United States Bankruptcy Court for the Southern District of New York (the “Court”). On June 12, 2016, Gawker Media Group, Inc. and Kinja Kft. filed voluntary petitions for relief under chapter 11 of the Bankruptcy Code with the Court. The Debtors are continuing in the management and operation of their businesses and properties as debtors in possession pursuant to sections 1107 and 1108 of the Bankruptcy Code. Pursuant to an order of this Court, the Chapter 11 Cases have been consolidated for procedural purposes only. No trustee or examiner has been appointed in the Chapter 11 Cases.

B. **Jurisdiction and Venue.** This Court has jurisdiction over these proceedings and the parties and property affected hereby pursuant to 28 U.S.C. § 1334. Consideration of the Motion constitutes a core proceeding under 28 U.S.C. § 157(b)(2). Venue for the Chapter 11 Cases and proceedings on the Motion is proper in this district pursuant to 28 U.S.C. §§ 1408 and 1409.

C. **Statutory Committee.** ~~As of the date of this Interim Order, no statutory committee of unsecured creditors~~ On June 24, 2016, the Official Committee of Unsecured Creditors (the “Committee”) ~~has been~~ was appointed in the Chapter 11 Cases by the Office of the United States Trustee.

D. **Notice.** The ~~Interim~~ Final Hearing was held pursuant to Bankruptcy Rules 2002 ~~and~~, 4001 and 9014 and Local Rule 4001-2. Notice of the ~~Interim~~ Final Hearing and the ~~emergency~~ relief requested in the Motion was ~~given by the Debtors, whether by telecopy, email, overnight courier or hand delivery on June 14, 2016, to certain parties in interest, including: (i) the Office of the United States Trustee for the Southern District of New York~~

~~(the “United States Trustee”); (ii) the Debtors’ forty (40) largest unsecured creditors on a consolidated basis; (iii) counsel to the DIP Agent; (iv) counsel to the Prepetition First Lien Lender (as defined below); (v) counsel to the Prepetition Second Lien Lender (as defined below); (vi) the five (5) largest secured creditors of record; (vii) the Internal Revenue Service; (viii) the Securities and Exchange Commission; (ix) the United States Department of Justice; and (x) all parties requesting notice pursuant to Bankruptcy Rule 2002~~provided in accordance with Paragraph 23(b) of the Interim Order. Under the circumstances, such notice of the ~~Interim~~Final Hearing and the ~~emergency~~ relief requested in the Motion is due and sufficient notice and complies with sections 102(1), 363, 364(c), and 364(d) of the Bankruptcy Code, Bankruptcy Rules 2002, 4001(b), 4001(c), 4001(d), and the Local Rules, and no other or further notice of the relief granted pursuant to this ~~Interim~~Final Order is necessary or required.

**E. The Debtors’ Acknowledgements and Agreements.** Without prejudice to the rights of parties in interest as set forth in paragraph 7 below (but subject to the time limitations set forth in paragraph 7 below), the Debtors admit, stipulate, acknowledge and agree that (collectively, paragraphs E(i) through E~~(vii)~~(viii) hereof shall be referred to herein as the “Debtors’ Prepetition Secured Lien Stipulations”):

- (i) **Prepetition First Lien Agreement.** Prior to the Petition Date, certain of the Debtors were parties to that certain Loan and Security Agreement, dated as of September 24, 2012 (as amended, restated, supplemented or otherwise modified from time to time in accordance with the terms thereof, the “Prepetition First Lien Credit Agreement” and together with all other agreements, documents and instruments executed and/or delivered to or in favor of the parties thereto, the “Prepetition First Lien Credit Documents”), by and among the Borrower and Silicon Valley Bank (the “Prepetition First Lien Lender”). Pursuant to the Prepetition First Lien Credit Agreement, the Prepetition First Lien Lender made available to the Borrower a secured term loan credit facility in an original principal amount of approximately \$7,666,666.67 and a letter of credit with an undrawn face amount of \$5,302,066.00.



- (ii) **Prepetition Second Lien Credit Agreement.** Prior to the Petition Date, Gawker Media Group, Inc. (“GMGI”) was party to that certain Second Lien Loan and Security Agreement, dated as of January 21, 2016 (as amended, restated, supplemented or otherwise modified from time to time in accordance with the terms thereof, the “Prepetition Second Lien Credit Agreement” and together with all Loan Documents (as defined therein) and any other agreements, documents, and instruments executed and/or delivered to or in favor of the parties thereto, the “Prepetition Second Lien Credit Documents” and, together with the Prepetition First Lien Credit Documents, the “Prepetition Secured Credit Documents”), by and among GMGI and US VC Partners, LP (solely in its capacity as a lender, the “Prepetition Second Lien Lender” and, together with the Prepetition First Lien Lender, the “Prepetition Secured Lenders”). Pursuant to the Prepetition Second Lien Credit Agreement, the Prepetition Second Lien Lender made available to GMGI a secured term loan credit facility in an original principal amount of approximately \$15,000,000. Pursuant to that certain Unconditional Guaranty, dated as of January 21, 2016 (as amended, restated, supplemented or otherwise modified from time to time), each of the other Debtors unconditionally guaranteed, jointly and severally, to the Prepetition Second Lien Lender the prompt and complete payment and performance when due of all of the Prepetition Second Lien Obligations (as defined below).
- (iii) **Prepetition First Lien and Second Lien Obligations.** As of the Petition Date, the outstanding principal amount of all loans under the Prepetition First Lien Credit Documents was approximately \$6,222,222.24 (such amount, together with any amounts paid, incurred or accrued prior to the Petition Date in accordance with the Prepetition First Lien Credit Documents and any outstanding letters of credit, accrued and unpaid interest, any fees, expenses and disbursements, indemnification obligations and other charges of whatever nature, whether or not contingent, whenever arising, due or owing in respect thereof, collectively, the “Prepetition First Lien Obligations”). As of the Petition Date, the outstanding principal amount of all loans under the Prepetition Second Lien Credit Documents was approximately \$15,000,000.00 (such amount, together with any amounts paid, incurred or accrued, prior to the Petition Date in accordance with the Prepetition Second Lien Documents, accrued and unpaid Obligations (as defined in the Prepetition Second Lien Credit Agreement), interest, any fees, expenses and disbursements, indemnification obligations and other charges of whatever nature, whether or not contingent, whenever arising, due or owing in respect thereof, collectively, the “Prepetition Second Lien Obligations” and together with the Prepetition First Lien Obligations, collectively, the “Prepetition Secured Obligations”). Notwithstanding the foregoing, ~~subject to the Final Order~~ the Debtors reserve all of their rights in respect of their payment obligations, if any,

of that certain Make-Whole Amount (as defined in the Second Lien Credit Agreement) which the Prepetition Second Lien Lender asserts is payable in certain circumstances.

(iv) **Liens Securing Prepetition Secured Obligations.** Prior to the Petition Date, the Debtors granted to the Prepetition First Lien Lender and the Prepetition Second Lien Lender liens upon and security interests, as follows:

- a. *Prepetition First Lien Credit Agreement.* Pursuant to the Prepetition First Lien Credit Documents, the Debtors granted to the Prepetition First Lien Lender liens and security interests (the “Prepetition First Liens”) on, in and against all “Collateral” (as such term is defined in the Prepetition First Lien Credit Documents and hereinafter referred to as the “Prepetition Collateral”).
- b. *Prepetition Second Lien Credit Agreement.* Pursuant to the Prepetition Second Lien Credit Documents, the Debtors granted to the Prepetition Second Lien Lender liens and security interests (the “Prepetition Second Liens”) and, together with the Prepetition First Lien Liens, the “Prepetition Liens”), on, in and against all Prepetition Collateral.
- c. *Priority of Liens in Prepetition Collateral.* Pursuant to that certain Intercreditor Agreement, dated as of January 21, 2016 (as amended, restated, supplemented or otherwise modified from time to time in accordance with the terms thereof, the “Intercreditor Agreement”), by and between the Prepetition First Lien Lender and the Prepetition Second Lien Lender, the Prepetition First Liens granted on all Prepetition Collateral are senior to the Prepetition Second Liens on all Prepetition Collateral as set forth in the Intercreditor Agreement.

(v) **Intercreditor Agreement.** The Prepetition First Lien Lender and the Prepetition Second Lien Lender entered into the Intercreditor Agreement to govern, among other things, the respective rights, interests, obligations and priority of the Prepetition First Lien Lender and the Prepetition Second Lien Lender in respect of the Prepetition Collateral to the extent set forth in the Intercreditor Agreement. The Intercreditor Agreement constitutes a subordination agreement for purposes of section 510(a) and is enforceable in these Chapter 11 Cases.

(vi) **Validity, Perfection and Priority of Prepetition Liens and Prepetition Secured Obligations.** As of the Petition Date, (i) the Prepetition Liens

~~are~~were valid, binding, enforceable, non-avoidable and properly perfected; (ii) the Prepetition Liens (x) ~~are~~were senior in priority to any and all other liens on and security interests in the Prepetition Collateral, subject only to certain liens, if any, otherwise permitted pursuant to the Prepetition Secured Credit Documents,<sup>3</sup> and (y) ~~are~~were not subject to avoidance, recharacterization, subordination or other challenge pursuant to the Bankruptcy Code or applicable non-bankruptcy law, (iii) the Prepetition Secured Obligations ~~constitute~~constituted legal, valid, binding and non-avoidable obligations of the Debtors, enforceable in accordance with the terms of the Prepetition Secured Credit Documents (other than in respect of the stay of enforcement arising from section 362 of the Bankruptcy Code), and ~~are~~were not subject to any objection, offset, defense or counterclaim of any kind, and no portion of the Prepetition Secured Obligations ~~is~~was subject to avoidance, disallowance, recharacterization or subordination pursuant to the Bankruptcy Code or applicable non-bankruptcy law, and (iv) the Prepetition Secured Obligations ~~constitute~~constituted allowed secured claims pursuant to section 506 of the Bankruptcy Code. On the date that ~~this~~the Interim Order was entered and as of the date this Final Order is entered, the Debtors shall have waived, discharged and released the Prepetition Secured Lenders, together with their affiliates, agents, attorneys, officers, directors and employees, of any right the Debtors may have (x) to challenge or object to any of the Prepetition Secured Obligations or any of the Prepetition Liens, and (y) to bring or pursue any and all claims, objections, challenges, causes of action and/or choses in action arising out of, based upon or related to the Prepetition Secured Credit Documents. The Debtors do not possess and will not assert any claim, counterclaim, setoff, objection, challenge, cause of action or defense of any kind, nature or description which would in any way affect the validity, enforceability and non-avoidability of any of the Prepetition Liens, or any of the Prepetition Secured Obligations pursuant to the Prepetition Secured Credit Documents.

- (vii) **Interest in Cash Collateral.** The Prepetition Secured Lenders have legal, valid, binding and non-avoidable security interests in the Cash Collateral of the Debtors, including all amounts on deposit in the Debtors' banking, checking, or other deposit accounts and all proceeds of Prepetition Collateral, to secure their respective Prepetition Secured Obligations, to the same extent and order of priority as that which was

<sup>3</sup> Nothing herein shall constitute a finding or ruling by this Court that any such permitted liens, if any, are valid, enforceable, perfected, non-avoidable or senior to the Prepetition Liens. Nothing herein shall prejudice the rights of any party in interest including, but not limited to, the Debtors, the Prepetition Secured Lenders, the DIP Secured Parties and ~~any~~the Committee to challenge the validity, priority, enforceability, seniority, avoidability, perfection, extent or any other aspect of any such permitted liens.

held by each such party on the Petition Date.

- (viii) **Property of the Estate.** Each item of the DIP Collateral constitutes property of the Debtors' estates.

**F. Findings Regarding the Post-Petition Financing.**

(i) **Need for Post-Petition Financing.** Based on the evidence presented at the Interim Hearing [and the Final Hearing](#), and the representations made by the Debtors in the Motion and on the record of the Interim Hearing, ~~an immediate~~ [and the Final Hearing](#), a need exists for the Debtors to obtain funds under the DIP Facility and to use Cash Collateral in order to continue operations and to administer and preserve the value of the Debtors' estates. The ability of the Debtors to meet payroll and finance their operations, and to preserve, maintain and maximize the value of their assets for the benefit of their creditors, requires the immediate availability of working capital provided pursuant to the DIP Facility and use of Cash Collateral. Without ~~immediate~~ access to the DIP Facility and the use of Cash Collateral, the Debtors have insufficient funds available to sustain operations of any magnitude for any length of time. The inability to obtain funding under the DIP Facility and use of Cash Collateral would ~~immediately and irreparably~~ harm the Debtors, their estates and their creditors, and irreparably damage the Debtors' prospects for a successful reorganization or sale of their assets as a going concern or otherwise.

(ii) **No Credit Available on More Favorable Terms.** Based on the evidence presented at the Interim Hearing [and the Final Hearing](#), and the representations made by the Debtors in the Motion and on the record of the Interim Hearing [and the Final Hearing](#), the Debtors are unable to obtain unsecured credit allowable under section 503(b)(1) of the Bankruptcy Code as an administrative expense. Given their current financial condition,

financing arrangements and capital structure, the Debtors are unable to obtain secured credit pursuant to sections 364(c)(2), 364(c)(3), and 364(d) of the Bankruptcy Code on more favorable terms and conditions than those provided in the DIP Loan Documents~~and this, the~~ Interim Order, and this Final Order. Financing on a postpetition basis is not otherwise available without granting to the DIP Agent, for the benefit of itself and the DIP Lenders, (a) valid and perfected security interests in and liens on all of the Debtors' existing and after acquired assets with the priorities set forth in ~~this~~the Interim Order and this Final Order, (b) superpriority claims with the priorities set forth in ~~this~~the Interim Order and this Final Order, and (c) the other protections, rights and remedies set forth in the DIP Loan Documents~~and this, the~~ Interim Order and this Final Order.

**G. Use of Proceeds of the DIP Facility.** Proceeds of the DIP Facility (net of any amounts used to pay fees, costs and expenses under the DIP Loan Documents) have been and shall be used in a manner consistent with and subject to the terms and conditions of the DIP Loan Documents, and in compliance with the Budget and the limitations set forth in this ~~Interim~~Final Order, solely for the purposes set forth in the DIP Loan Documents, including to pay or fund (i) certain costs, fees and expenses related to the Chapter 11 Cases; (ii) the repayment of the Prepetition First Lien Obligations;~~(iii)~~ and the cash collateralization of certain outstanding letters of credit issued pursuant to the Prepetition First Lien Credit Agreement on the terms set forth in the DIP Financing Agreement; ~~(iv)~~iii the Carve-Out (as defined below); and ~~(v)~~iv the working capital needs of the DIP Loan Parties during the Chapter 11 Cases. Payment of the Prepetition First Lien Obligations in accordance with ~~this~~the Interim Order ~~is~~was necessary as the DIP Agent and the DIP Lenders ~~will~~would not otherwise consent to providing the DIP Facility and extending credit to the Debtors thereunder, and the Prepetition

First Lien Lender ~~will~~would not otherwise consent to the use of its Cash Collateral and other Prepetition Collateral or the subordination of its liens to the Carve-Out. Based on the record of the Interim Hearing, such payment ~~will~~did not prejudice the Debtors or their estates because it ~~appears~~appeared that the Prepetition First Lien Obligations ~~are~~were significantly oversecured and, in any event, such payment ~~is~~was subject to the rights of parties in interest under paragraph ~~7 of this~~7 of the Interim Order and this Final Order.

**H. Application of Proceeds of DIP Collateral.** All proceeds of a sale or other disposition of the DIP Collateral shall be applied to reduce the DIP Obligations pursuant and subject to the provisions of the DIP Financing Agreement.

**I. Consent to Entry of this ~~Interim~~Final Order.** The consent of the Prepetition Second Lien Lender to the priming of its liens by the DIP Liens is limited to the DIP Facility presently before this Court, and shall not, and shall not be deemed to, extend to any other post-petition financing with any party other than the DIP Agent and DIP Lenders. Furthermore, the consent of the Prepetition Second Lien Lender to the priming of its liens by the DIP Liens and the Debtors' use of Cash Collateral as provided in ~~this~~the Interim Order and this Final Order does not constitute, and shall not be construed as constituting, an acknowledgment or stipulation that its interests in the Prepetition Collateral are adequately protected. Nothing in this ~~Interim~~Final Order, including, without limitation, any of the provisions herein with respect to adequate protection, shall constitute, or be deemed to constitute, a finding that the interests of the Prepetition Second Lien Lender are or will be adequately protected with respect to any non-consensual use of Cash Collateral or non-consensual priming of its liens or security interests.

**J. Section 506(c) and Section 552(b).** In light of the subordination of their liens and superpriority claims to the Carve-Out and consensual use of Cash Collateral, the Debtors ~~agree~~have agreed that the DIP Secured Parties and the Prepetition Second Lien Lender are each entitled to, ~~subject to entry of the Final Order,~~ (a) all of the rights and benefits of section 552(b) of the Bankruptcy Code, and the “equities of the case” exception shall not apply, ~~but~~ (provided that as to the Prepetition Second Lien Lender such agreement is~~shall~~ not ~~be~~ binding on the Court or the Committee, and the Committee and the Prepetition Second Lien Lender each reserve all rights as to whether the "equities of the case" exception should apply), and (b) a waiver of the provisions of section 506(c) of the Bankruptcy Code.

**K. Extension of Financing.** Based on the evidence presented at the Interim Hearing and the Final Hearing, and the representations made by the Debtors in the Motion and on the record of the Interim Hearing and Final Hearing, the DIP Secured Parties have indicated a willingness to provide financing to the Debtors in accordance with the DIP Loan Documents and this Final Order, subject to (i) ~~the entry of this Interim Order and a Final Order,~~ (ii) the satisfaction of all conditions to borrowing set forth in the DIP Loan Documents, and ~~(iii)~~ findings by the Court that such financing is essential to the Debtors’ estates, that the DIP Secured Parties are good faith financiers, and that the superpriority claims, security interests and liens and other protections granted to DIP Secured Parties pursuant to this ~~Interim~~Final Order and the DIP Facility will not be affected by any subsequent reversal or modification ~~of this Interim Order or unless~~ the Final Order ~~unless the Interim Order and/or the Final Order (as applicable)~~ is stayed pending appeal, as provided in section 364(e) of the Bankruptcy Code.

**L. Business Judgment and Good Faith Negotiation.** Based on the evidence presented at the Interim Hearing and Final Hearing, and the representations made by the



Debtors in the Motion and on the record of the Interim Hearing and Final Hearing, (i) the terms and conditions of this ~~Interim~~Final Order, the DIP Facility and the DIP Financing Agreement, and the fees and expenses paid and to be paid hereunder and thereunder, are fair, reasonable, and the best available under the circumstances, reflect the Debtors' exercise of prudent business judgment consistent with their fiduciary duties, and are supported by reasonably equivalent value and fair consideration; (ii) the DIP Facility was negotiated in good faith and at arms' length between the Debtors and the DIP Secured Parties, (iii) use of the proceeds to be extended under the DIP Facility will be so extended in good faith, and for valid business purposes and uses, as a consequence of which the DIP Secured Parties are entitled to the protection and benefits of section 364(e) of the Bankruptcy Code; and (iv) the DIP Secured Parties are hereby found to be acting in good faith within the meaning of section 364(e) of the Bankruptcy Code in entering into and consummating the DIP Facility contemplated herein and in the DIP Financing Agreement after the entry of this ~~Interim~~Final Order. Based on the evidence presented at the Interim Hearing and Final Hearing, and the representations made by the Debtors in the Motion and on the record of the Interim Hearing and Final Hearing, the Prepetition Second Lien Lender has acted in good faith and at arms' length in negotiating and consenting to the Debtors' use of the Cash Collateral.

**M. Relief Essential.** Based on the evidence presented at the Interim Hearing and Final Hearing, and the representations made by the Debtors in the Motion and on the record of the Interim Hearing and Final Hearing, the relief requested in the Motion is necessary, essential, and appropriate to avoid ~~immediate irreparable~~ harm to the Debtors, their creditors, their businesses, their employees, and their estates.

~~**N. Final Hearing.** At the Final Hearing, the Debtors will seek final approval of the~~



~~proposed DIP Facility and use of Cash Collateral pursuant to a proposed Final Order, which shall be in form and substance acceptable to the DIP Agent and the Required Lenders (as defined in section 1.01 of the DIP Financing Agreement) in their sole and absolute discretion. Notice of the Final Hearing will be provided in accordance with this Interim Order.~~

**N. ~~O.~~ Entry of ~~Interim~~Final Order.** For the reasons stated above, the Debtors have requested immediate entry of this ~~Interim~~Final Order pursuant to Bankruptcy Rule 4001(c)(2).

Based upon the foregoing findings and conclusions, and the record before the Court with respect to the Motion, and good and sufficient cause appearing therefor,

**IT IS HEREBY ORDERED, ADJUDGED AND DECREED:**

1. **Motion Granted.** The Motion is hereby granted, on ~~an interim~~ final basis, in accordance with the terms and conditions set forth in this ~~Interim~~Final Order, the DIP Financing Agreement and the other DIP Loan Documents.

2. **DIP Facility Authorization.**

(a) **Approval of Entry Into DIP Loan Documents.** ~~The~~Upon the entry of the Interim Order, the Debtors ~~are~~were expressly and immediately authorized, empowered and directed to execute and deliver the DIP Loan Documents and to incur and to perform the DIP Obligations in accordance with, and subject to, the terms of ~~this~~the Interim Order and the DIP Loan Documents, and to execute and deliver all guarantees, instruments and other documents which may be required or necessary for the performance by the Debtors under the DIP Facility and the creation and perfection of the DIP Liens described in and provided for by ~~this~~the Interim Order and the DIP Loan Documents. The foregoing authorization and empowerment are hereby ratified and confirmed on a final basis. In the event of any inconsistency between

the terms and conditions of the Interim Order and this Final Order, the terms and conditions of this Final Order shall control from and after entry of this Final Order. The Debtors are hereby authorized and directed to do and perform all acts, pay and guarantee to pay, as applicable, the principal, interest, original issue discount, fees, expenses and other amounts described in the DIP Loan Documents as such become due, including, as applicable, all commitment fees, underwriting fees, unused facility fees, agency fees and other fees and disbursements (including, without limitation, reasonable attorneys' fees and disbursements (such fees and disbursements, the "DIP Lender Professional Fees")) as provided for in the DIP Loan Documents, which amounts (including the DIP Lender Professional Fees) (i) shall not be subject to or require further approval of this Court (except as provided immediately below), and (ii) shall not be subject to compliance with the guidelines promulgated by the United States Trustee (the "Guidelines"), and no recipient of such payments shall be required to file any interim or final fee application with respect thereto; provided, however, that solely with respect to DIP Lender Professional Fees, the Debtors are hereby authorized and directed to pay such fees ten (10) days after the delivery of a monthly statement or invoice for such DIP Lender Professional Fees (which statement shall contain supporting time record summaries (redacted for privilege and confidentiality)) to the Debtors, the United States Trustee, counsel for the Prepetition Second Lien Lender, and counsel for the Committee, unless, within such ten (10) day period, the Debtors, the United States Trustee, the Prepetition Second Lien Lender or the Committee serves a written objection upon the requesting party, with a copy to the Debtors if the objection is filed by the United States Trustee, the Prepetition Second Lien Lender or the Committee (specifying in detail the basis for such objection), in which case, the Debtors shall pay only such amounts that are not the subject of any such objection with the disputed amount

to be paid either upon resolution of the objection by the parties or as ordered by the Court.

Any such principal, interest, fees, expenses, or other amounts previously paid in accordance with the Interim Order are hereby ratified and confirmed on a final basis. All collections and proceeds, whether from ordinary course collections, asset sales, debt or equity issuances, insurance recoveries, condemnations or otherwise, will be deposited and applied as required by this ~~Interim~~Final Order and DIP Loan Documents. Upon execution and delivery, the DIP Loan Documents shall represent valid and binding obligations of the Debtors enforceable against the Debtors in accordance with their terms.

(b) **Authorization to Borrow.** To enable the Debtors to continue to operate their businesses during the ~~Interim Period~~pendency of these Chapter 11 Cases, and subject to the terms, conditions, limitations on availability and reserves set forth in the DIP Financing Agreement, the other DIP Loan Documents, the Budget and this ~~Interim~~Final Order, the DIP Loan Parties are hereby authorized to borrow or guarantee, as applicable, ~~on an interim basis up to \$14,000,000 of Term Loans as described in~~up to \$22,000,000 under the DIP Facility in accordance with the terms and conditions of the DIP Financing Agreement.

(c) **Budget.** All borrowings under the DIP Facility and all use of Cash Collateral shall be in compliance with the Budget, a summary schedule of which is annexed hereto as **Exhibit AB** (as the same may be modified from time to time consistent with and subject to the terms of the DIP Financing Agreement, and with the consent of the DIP Agent and the Required Lenders), and the Debtors shall not use any portion of the proceeds of the DIP Facility, directly or indirectly, in excess of the amounts set forth in the Budget, except (and to the extent of) any variance permitted under the DIP Financing Agreement. The Budget may be updated and amended (with the consent and/or at the request of the DIP Agent and the

Required Lenders, and after consultation by the Debtors with the Committee) from time to time in accordance with the DIP Financing Agreement, provided that such updated or amended Budget shall be in form and substance acceptable to the DIP Agent and the Required Lenders, shall be provided promptly (to the extent not previously provided) to counsel for the Prepetition Second Lien Lender and ~~any~~the Committee, and the Debtors shall be required always to comply with the Budget (so long as there is no Material Adverse Deviation) ~~(as defined in section 1.01 of the DIP Financing Agreement)~~ as set forth in section 8.01(a)(vi) of the DIP Financing Agreement. Notwithstanding any “first day” or subsequent orders entered by the Court authorizing the Debtors to pay any prepetition or other claims and expenses, all such payments shall be made only to the extent they are in compliance with the Budget ~~(as defined in section 1.01 of the DIP Financing Agreement)~~.

(d) **Use of Cash Collateral and DIP Proceeds and Collections.** Cash Collateral and the proceeds of the DIP Facility (net of any amounts used to pay fees, costs and expenses under the DIP Financing Agreement) have been and shall be used, in each case in a manner consistent with and subject to the terms and conditions of this ~~Interim~~Final Order and the DIP Loan Documents, and in compliance with the Budget and the limitations set forth in this ~~Interim~~Final Order, solely for the purposes set forth in this ~~Interim~~Final Order and the DIP Loan Documents including to pay or fund (i) certain costs, fees and expenses related to the Chapter 11 Cases; (ii) the repayment of the Prepetition First Lien Obligations; ~~(iii)~~ and the cash collateralization of certain outstanding letters of credit issued pursuant to the Prepetition First Lien Credit Agreement on the terms set forth in the DIP Financing Agreement; ~~(iv)~~iii the Carve-Out; and ~~(v)~~iv the working capital needs of the DIP Loan Parties during the Chapter 11 Cases. Any and all collections and payments received by the DIP Agent, and all other

proceeds of the DIP Collateral, shall be applied to reduce the DIP Obligations pursuant and subject to the provisions of the DIP Financing Agreement.

(e) **Repayment of Prepetition First Lien Obligations.** Upon the entry of the Interim Order, subject to the occurrence of the Interim Facility Effective Date (as defined in section 1.01 of the DIP Financing Agreement), the ~~Borrower shall~~Debtors were expressly authorized, empowered and directed to use the proceeds of the DIP Facility to pay in full all outstanding Prepetition First Lien Obligations, including to cash collateralize all outstanding letters of credit issued under the Prepetition First Lien Credit Documents, all in accordance with the terms, conditions, and procedures set forth in the DIP Financing Agreement~~;~~ and the Interim Order, in compliance with and as limited by the Budget (subject to any variances thereto permitted under the terms and conditions of the DIP Financing Agreement). The foregoing authorization and empowerment are hereby ratified and confirmed on a final basis.

(f) **Conditions Precedent.** The DIP Secured Parties shall have no obligation to make any loan or advance under the DIP Financing Agreement ~~during the Interim Period~~ unless the conditions precedent to the making of such loan under the DIP Financing Agreement and this ~~Interim~~Final Order have been satisfied in full or waived by the DIP Secured Parties in their sole discretion.

(g) **DIP Liens and DIP Collateral.** Effective immediately upon the execution of ~~this~~the Interim Order, and as ratified, confirmed and continued on a final basis pursuant to this Final Order, pursuant to sections 361, 362, 364(c)(2), 364(c)(3), and 364(d)(1) of the Bankruptcy Code, the DIP Agent, for the benefit of itself and the DIP Lenders, was and is ~~hereby~~ granted continuing, valid, binding, enforceable, non-avoidable and automatically and properly perfected postpetition liens on and security interests in (collectively, the “DIP Liens”)

any and all presently owned and hereafter acquired property and assets of the Debtors, whether real or personal, tangible or intangible, and wherever located (including, without limitation, all proceeds of insurance policies of the Debtors), and all proceeds, products, offspring, rents, proceeds of interests in leaseholds and profits thereof, and including, without limitation, the following (all collateral described in this paragraph 2(g), collectively, the “DIP Collateral”): (i) all Prepetition Collateral, and (ii) all Collateral (as defined in the DIP Financing Agreement); ~~provided, however, that the DIP Liens shall not attach to,~~ excluding any claims and causes of action of the Debtors and their estates under Chapter 5 of the Bankruptcy Code and any proceeds therefrom (the “Avoidance Actions”) ~~and proceeds thereof unless approved pursuant to the Final Order.~~ The DIP Liens shall have the priority set forth in paragraph ~~2(i)~~ below. 2(i) below. Notwithstanding anything to the contrary in the DIP Financing Agreement, the DIP Collateral shall not include and DIP Liens shall not attach to Avoidance Actions.

(h) **Account Control Agreements.** The Debtors are authorized and directed to deliver to the DIP Agent deposit account control agreements, as and to the extent required by the DIP Loan Documents, duly executed by such parties as are reasonably required by the DIP Secured Parties, and in each case, in form and substance acceptable to the DIP Agent.

(i) **DIP Lien Priority.** The DIP Liens securing the DIP Obligations shall be senior in priority and superior to any security, mortgage, collateral interest, lien or claim on or to any of the DIP Collateral, junior only to (a) the Carve-Out; and (b) any other valid, perfected, enforceable and non-avoidable liens in the DIP Collateral that were perfected prior to the Petition Date (or perfected after the Petition Date to the extent permitted by section 546(b) of the Bankruptcy Code), which are not subject to avoidance, reduction, disallowance, impairment, recharacterization or subordination pursuant to the Bankruptcy Code or applicable

non-bankruptcy law and which are senior in priority to the Prepetition Liens under applicable law and after giving effect to any subordination or inter-creditor agreements (any such other liens, the “Other Prepetition Senior Liens”). Other than as expressly set forth herein, the DIP Liens shall not be made subject to or *pari passu* with any lien or security interest by any order heretofore or hereafter entered in the Chapter 11 Cases and shall be valid and enforceable against any trustee appointed in the Chapter 11 Cases, upon the conversion of any of the Chapter 11 Cases to a case under chapter 7 of the Bankruptcy Code and in any other proceedings related to any of the foregoing (any “Successor Cases”), and/or upon the dismissal of the Chapter 11 Cases or any Successor Cases. For the avoidance of doubt, a Successor Case shall not include any subsequent case under the Bankruptcy Code commenced by any Debtor (i) that becomes a reorganized Debtor under a chapter 11 plan confirmed in these Chapter 11 Cases, or (ii) following the dismissal of such Debtor’s Chapter 11 Case by this Court. The DIP Liens shall not be subject to sections 506(c)–~~(subject to entry of the Final Order)~~, 510, 549, or 550 of the Bankruptcy Code. No lien or interest avoided and preserved for the benefit of any estate pursuant to section 551 of the Bankruptcy Code shall be made *pari passu* with or senior to the DIP Liens.

(j) **DIP Superpriority Administrative Claim.** ~~Subject~~Effective  
immediately upon the execution of the Interim Order, and as ratified, confirmed and continued  
on a final basis pursuant to this Final Order, subject to the Carve-Out, all DIP Obligations ~~shall~~  
~~constitute~~were and are deemed to be allowed superpriority administrative expense claims (the  
“DIP Superpriority Claim” and, together with the DIP Liens, the “DIP Protections”) with  
priority in the Chapter 11 Cases and any Successor Cases, under sections 364(c)(1), 503, and  
507 of the Bankruptcy Code and otherwise, over any and all administrative expense claims of

the kinds specified in, arising, or ordered pursuant to sections 105, 326, 328, 330, 331, 503(a), 503(b), 507(a), 507(b), 546, 726, 1113, 1114, or any other provision of the Bankruptcy Code (including, without limitation, any administrative expense claim granted to any prospective purchaser of all or any portion of the Debtors' assets in the nature of "liquidated damages," a break-up fee, expense reimbursement or similar fee or claim) and, ~~if approved in the Final Order,~~ section 506(c) of the Bankruptcy Code, whether or not such expenses or claims may become secured by a judgment lien or other non-consensual lien, levy or attachment. Other than the Carve-Out, no costs or expenses of administration, including, without limitation, professional fees allowed and payable under sections 328, 330, and 331 of the Bankruptcy Code, or otherwise, that have been or may be incurred in these Chapter 11 Cases, or in any Successor Cases, and no priority claims are, or will be, senior to, prior to or on a parity with the DIP Superpriority Claim. The DIP Superpriority Claim shall be payable from and have recourse to all prepetition and postpetition property of the Debtors and all proceeds thereof; ~~except that the DIP Superpriority Claim shall not attach to~~ (excluding the Avoidance Actions ~~and proceeds thereof unless such relief is approved in the Final Order~~).

(k) **Enforceable Obligations.** The DIP Loan Documents shall constitute and evidence the valid and binding obligations of the Debtors, which obligations shall be enforceable in accordance with their terms against the Debtors, their creditors, their estates and any successors thereto (including without limitation, any trustee appointed in the Chapter 11 Cases or in any Successor Cases).

(l) **Protection of DIP Secured Parties and Other Rights.** From and after the Petition Date, the Debtors shall use the proceeds of the extensions of credit under the DIP Facility only for the purposes specifically set forth in the DIP Financing Agreement ~~and (until~~



~~entry of the Final Order)~~ this, the Interim Order and this Final Order, and in compliance with the Budget (subject to any variances thereto permitted under the terms and conditions of the DIP Financing Agreement).

3. **Authorization to Use Cash Collateral.** ~~During the Interim Period and~~  
~~subject~~Subject to the terms and conditions of this ~~Interim~~Final Order and the DIP Loan Documents, and in compliance with the Budget, the Debtors are authorized to use Cash Collateral until the earliest to occur of (a) the Repayment in Full of DIP Obligations (as defined herein), and (b) the date such right to use Cash Collateral otherwise terminates as provided in this ~~Interim~~Final Order (unless otherwise consented to in writing by the DIP Agent in its sole discretion). Nothing in this ~~Interim~~Final Order shall authorize the disposition of any assets of the Debtors or their estates outside the ordinary course of business, or the Debtors' use of Cash Collateral or other proceeds resulting therefrom, except as expressly permitted in this ~~Interim~~Final Order; and the DIP Loan Documents, and in compliance with the Budget. The Prepetition Liens in the Prepetition Collateral shall continue to attach to the Cash Collateral irrespective of the commingling of the Cash Collateral with any other cash of the Debtors. Any failure by the Debtors on or after the Petition Date to comply with the segregation requirements of section 363(c)(4) of the Bankruptcy Code in respect of any Cash Collateral shall not be used as a basis to challenge the extent, validity, enforceability or perfected status of the Prepetition Liens. As to the Prepetition Second Lien Lender, nothing in this ~~Interim~~Final Order shall, or shall be deemed to, constitute a waiver of the Debtors' rights to seek Court approval for the non-consensual use of Cash Collateral on or after the Termination Declaration Date.

4. **Adequate Protection.**

(a) **Adequate Protection Liens.** ~~Pursuant~~Effective immediately upon the  
execution of the Interim Order, and as ratified, confirmed and continued on a final basis  
pursuant to this Final Order, pursuant to sections 361 and 363(e) of the Bankruptcy Code, as  
adequate protection for the interests of the Prepetition Second Lien Lender in the Prepetition  
Collateral against any Diminution in Value (as defined below) of such interests, the Debtors  
~~hereby grant~~granted to the Prepetition Second Lien Lender continuing, valid, binding,  
enforceable, and automatically perfected junior postpetition security interests in and liens on the  
DIP Collateral and the proceeds thereof (the “Adequate Protection Liens”), with the priority  
set forth in sub-paragraph (b) below. The Adequate Protection Liens shall not attach to  
Avoidance Actions. As used in this ~~Interim~~Final Order, the term “Diminution in Value” means  
the aggregate diminution in value of the respective interests of the Prepetition Second Lien  
Lender in the Prepetition Collateral and the Cash Collateral from and after the Petition Date  
resulting from the imposition of the automatic stay under section 362 of the Bankruptcy Code,  
the Debtors’ use, sale, or lease of any of the Prepetition Collateral or Cash Collateral under  
section 363 of the Bankruptcy Code, the granting or imposition of the DIP Liens under section  
364 of the Bankruptcy Code, and/or the imposition or use of the Carve-Out.

(b) **Priority of Adequate Protection Liens.** In accordance with the terms  
of this ~~Interim~~Final Order, the Adequate Protection Liens shall be junior only to (i) the  
Carve-Out; (ii) the DIP Liens; and (iii) any Other Prepetition Senior Liens. The Adequate  
Protection Liens shall otherwise be senior to all other security interests in, liens on, or claims  
against any of the DIP Collateral, ~~provided however, that the Adequate Protection Liens shall~~  
~~not attach to any Avoidance Actions or proceeds thereof, unless such relief is approved in the~~  
~~Final Order.~~ Other than as expressly set forth herein and in the DIP Loan Documents, the

Adequate Protection Liens shall not be made subject to or *pari passu* with any lien or security interest by any order heretofore or hereafter entered in the Chapter 11 Cases and shall be valid and enforceable against any trustee appointed in the Chapter 11 Cases, upon the conversion of any of the Chapter 11 Cases to a case under chapter 7 of the Bankruptcy Code and in any Successor Cases, and/or upon the dismissal of the Chapter 11 Cases or any Successor Cases.

The Adequate Protection Liens shall not be subject to sections 506(c) ~~(subject to entry of the Final Order)~~, 510, 549, or 550 of the Bankruptcy Code. No lien or interest avoided and preserved for the benefit of any estate pursuant to section 551 of the Bankruptcy Code shall be made *pari passu* with or senior to the Adequate Protection Liens.

(c) **Adequate Protection Superpriority Claims.** ~~As~~Effective immediately upon the execution of the Interim Order, and as ratified, confirmed and continued on a final basis pursuant to this Final Order, as further adequate protection against any Diminution in Value of the Prepetition Second Lien Lender in the Prepetition Collateral, the Prepetition Second Lien Lender was and is ~~hereby~~ granted, as and to the extent provided by sections 503(b) and 507(b) of the Bankruptcy Code, a continuing separate allowed superpriority administrative expense claim in the Chapter 11 Cases and any Successor Cases (the foregoing superpriority claims shall be referred to as the “Adequate Protection Superpriority Claims”), ~~and which~~ shall be payable from and have recourse to all Prepetition Collateral and DIP Collateral; ~~provided, that, the~~ and all proceeds thereof. The Adequate Protection Superpriority Claims shall not ~~attach to be payable from and have recourse to any Avoidance Actions and all proceeds thereof, unless approved in the Final Order.~~ Except with respect to the (i) DIP Liens, (ii) DIP Superpriority Claim, and (iii) Carve-Out, the Adequate Protection Superpriority Claims (x) shall have priority in these Chapter 11 Cases and any Successor Cases under

sections 503(b), and 507(b) of the Bankruptcy Code and otherwise, over any and all administrative expense claims against the Debtors and their estates, now existing or hereafter arising, of any kind or nature of the kinds specified in, arising, or ordered pursuant to sections 503(b) or 507(b) or any other provision of the Bankruptcy Code (including, without limitation, any administrative expense claim granted to any prospective purchaser of all or any portion of the Debtors' assets in the nature of "liquidated damages," a break-up fee, expense reimbursement or similar fee or claim), and, ~~if approved in the Final Order,~~ section 506(c) of the Bankruptcy Code, whether or not such expenses or claims may become secured by a judgment lien or other non-consensual lien, levy, or attachment, and (y) no costs or expenses of administration, including, without limitation, professional fees allowed and payable under sections 328, 330, and 331 of the Bankruptcy Code, or otherwise, that have been or may be incurred in these Chapter 11 Cases, or in any Successor Cases, and no priority claims are, or will be, senior to, prior to or on a parity with the Adequate Protection Superpriority Claims.

(d) **Reimbursement of Costs.** ~~During the Interim Period, the~~The Debtors shall promptly pay or reimburse the reasonable fees, expenses, disbursements, and other charges of counsel incurred by the Prepetition Second Lien Lender, whether such amounts arose before or after the Petition Date, in accordance with the Budget (collectively, the "Second Lien Lender Professional Fees"), which amounts (i) shall not be subject to or require further approval of this Court (except as provided immediately below), and (ii) shall not be subject to compliance with the Guidelines, and no recipient of such payments shall be required to file any interim or final fee application with respect thereto; provided, however, that solely with respect to Second Lien Lender Professional Fees, the Debtors are hereby authorized and directed to pay such fees ten (10) days after the delivery of a monthly statement or invoice for

such Second Lien Lender Professional Fees (which statement shall contain supporting time record summaries (redacted for privilege and confidentiality)) to the Debtors, the United States Trustee, counsel for the DIP Agent, and counsel for ~~any~~the Committee, unless, within such ten (10) day period, the Debtors, the United States Trustee, the DIP Agent or the Committee serves a written objection upon the requesting party, with a copy to the Debtors if the objection is filed by the United States Trustee, the DIP Agent or the Committee (specifying in detail the basis for such objection), in which case, the Debtors shall pay only such amounts that are not the subject of any such objection with the disputed amount to be paid either upon resolution of the objection by the parties or as ordered by the Court.

(e) **Section 507(b) Reservation.** Nothing herein shall impair or modify the Prepetition Second Lien Lender's rights under section 507(b) of the Bankruptcy Code in the event that the adequate protection provided to the Prepetition Second Lien Lender hereunder is insufficient to compensate for any Diminution in Value of its interests in the Prepetition Collateral during these Chapter 11 Cases or any Successor Cases, provided, however, that any section 507(b) claim granted in these Chapter 11 Cases or any Successor Case to the Prepetition Second Lien Lender shall be junior in the right of payment to all DIP Obligations and subject to the Carve-Out. Notwithstanding any other provision hereof, the grant of adequate protection to the Prepetition Second Lien Lender pursuant hereto is without prejudice to its right to seek modification of the grant of adequate protection provided hereby so as to provide different or additional adequate protection from and after the Petition Date. The rights, defenses, and objections of the Debtors and any other party in interest are reserved in connection with such requested modification.

(f) **Limitation on Enforcement Rights.** Notwithstanding anything to the

contrary set forth in this ~~Interim~~Final Order, prior to the Repayment in Full of DIP Obligations (as defined below), the Prepetition Second Lien Lender shall be prohibited from taking any action to enforce the ~~prepetition~~Prepetition Second Liens or the Adequate Protection Liens against all or any portion of the Prepetition Collateral or the DIP Collateral (including, without limitation, seeking relief from the automatic stay under section 362 of the Bankruptcy Code to commence an enforcement action unless contemporaneously therewith the Prepetition Second Lien Lender issues a written commitment in form and substance satisfactory to the DIP Secured Parties providing for the Repayment in Full of DIP Obligations (as defined below) upon entry of an order granting such relief from stay).

5. **Right to Credit Bid.** The DIP Agent, on behalf of itself and the DIP Lenders, shall have the right, pursuant to applicable law, to credit bid the amount of all accrued DIP Obligations during any sale of the DIP Collateral (which credit bid rights under section 363(k) of the Bankruptcy Code or otherwise shall not be impaired in any manner), including without limitation, sales occurring pursuant to section 363 of the Bankruptcy Code or included as part of any reorganization plan subject to confirmation under section 1129(b)(2)(A)(iii) of the Bankruptcy Code or otherwise. ~~The~~Subject to there being no assertion of a timely Challenge (as defined below) in accordance with paragraph 7 of this Final Order, the Prepetition Second Lien Lender shall have the right, pursuant to applicable law, to credit bid all or any portion of the Prepetition Second Lien Obligations during any sale of the Prepetition Collateral (which credit bid rights under section 363(k) of the Bankruptcy Code or otherwise shall not be impaired in any manner), including without limitation, sales occurring pursuant to section 363 of the Bankruptcy Code or included as part of any reorganization plan subject to confirmation under section 1129(b)(2)(A)(iii) of the Bankruptcy Code or otherwise; provided that any such

credit bid provides for the Repayment in Full of DIP Obligations (as defined below) on the closing date of such credit bid. In the event of such a timely Challenge but prior to a final ruling thereon, the Court may order such relief as is appropriate with respect to such credit bidding of the Prepetition Second Lien Obligations, subject to notice and hearing and without prejudice to any party's rights to object.

6. **Perfection of DIP Liens and Adequate Protection Liens.**

(a) **No Filings Necessary to Perfect.** All security interests, liens, mortgages, deeds of trust and other interests and rights granted by the Debtors in favor of (i) the DIP Secured Parties pursuant to ~~this~~the Interim Order, this Final Order and the DIP Loan Documents, and (ii) the Prepetition Second Lien Lender pursuant to ~~this~~the Interim Order and this Final Order, shall be valid, binding, enforceable and automatically perfected without further act or action of any person or entity. ~~This~~The Interim Order and this Final Order shall be sufficient and conclusive evidence of the validity, perfection, and priority of the DIP Liens and the Adequate Protection Liens without the necessity of filing or recording any financing statement, deed of trust, mortgage, or other instrument or document which may otherwise be required under the law of any jurisdiction or the taking of any other action (including, for the avoidance of doubt, entering into any deposit account control agreement or mortgage agreement or taking possession of any asset or property) to validate or perfect the DIP Liens and the Adequate Protection Liens or to entitle the DIP Liens and the Adequate Protection Liens to the priorities granted in ~~this~~the Interim Order and this Final Order. Notwithstanding the foregoing, the DIP Agent and the Prepetition Second Lien Lender may, each in their sole discretion, file such financing statements, mortgages, notices of liens and other similar documents to perfect in accordance with applicable non-bankruptcy law or to otherwise

evidence the applicable DIP Liens or Adequate Protection Liens, and are hereby granted relief from the automatic stay of section 362 of the Bankruptcy Code solely in order to do so, and all such financing statements, mortgages, notices and other documents shall be deemed to have been filed or recorded as of the Petition Date.

(b) **Debtors' Cooperation With Perfection Filings.** The Debtors shall execute and deliver to the DIP Agent and the Prepetition Second Lien Lender all such financing statements, mortgages, notices and other documents as such parties may reasonably request to evidence, confirm, validate or perfect, or to insure the contemplated priority of, the DIP Liens and the Adequate Protection Liens. The DIP Agent and the Prepetition Second Lien Lender, in their respective sole discretion, may file a photocopy of ~~this~~the Interim Order or this Final Order as a financing statement with any recording officer designated to file financing statements or with any registry of deeds or similar office in any jurisdiction in which any Debtor has real or personal property, and in such event, the recording officer shall be authorized to file or record such copy of ~~this~~the Interim Order or this Final Order.

(c) **Release of Prepetition First Liens.** Upon the repayment of the Prepetition First Lien Obligations pursuant to ~~this~~the Interim Order, (a) the Prepetition First Lien Lender ~~shall~~was expressly authorized and directed to execute and deliver to the DIP Agent all documents needed to terminate any and all financing statements, mortgages, notices and other documents evidencing the Prepetition First Liens; and (b) the DIP Agent ~~is~~was expressly authorized to file, register, or otherwise record a photocopy of ~~this~~the Interim Order, which, once filed, registered, or otherwise recorded, ~~shall constitute~~constituted conclusive evidence of the release of all Prepetition First Liens on the Prepetition Collateral. Such authorization and direction are hereby ratified and confirmed on a final basis.



7. **Reservation of Certain Third Party Rights and Bar of Challenges and**

**Claims.** Nothing in this ~~Interim~~Final Order or the DIP Loan Documents shall prejudice the rights of ~~any~~the Committee or any other party in interest, in each case solely to the extent the Committee or such other party in interest has been granted standing, to seek, solely in accordance with this paragraph ~~77~~7, to assert claims against any Prepetition Secured Lender on behalf of the Debtors, their creditors or interest holders or to otherwise challenge any of the Debtors' Prepetition Secured Lien Stipulations (other than as set forth in Paragraph E(viii) of this Final Order), including with respect to whether any Make-Whole Amount is payable. The Committee or such party in interest, (i) in each case solely to the extent they have been granted standing at such time, must commence a contested matter or adversary proceeding, or (ii) if they have not been granted any such standing, must file a motion seeking standing to commence and prosecute an adversary proceeding or contested matter (with a draft complaint attached thereto), raising such objection or challenge, including without limitation, asserting any claim against any Prepetition Secured Lender in the nature of a setoff, counterclaim or defense to, as applicable, the Prepetition Secured Obligations (including but not limited to, those under Chapter 5 of the Bankruptcy Code or by way of suit against the Prepetition Secured Lender; any such objection, claim or challenge, a "Challenge" ), within (a) 75 days following the entry of this Final Order in the case of the Committee and any other party in interest, ~~60 days following the entry of the Final Order~~, (b) such later date consented to in writing by the applicable Prepetition Secured Lender in its sole discretion, or (c) such longer period as the Court orders for cause shown prior to the expiration of the foregoing periods (the "Challenge Period"). The date that is the next calendar day after the termination of the Challenge Period<sup>4</sup>

<sup>4</sup> In the event a motion for standing is timely filed by any party in interest, the Challenge Period shall be extended solely as to the Challenge(s) specifically identified in such motion for standing until the date that is

shall be referred to as the “Challenge Period Termination Date.” Upon the Challenge Period Termination Date, any and all such Challenges not timely raised in accordance with this paragraph 7 by any party (including, without limitation, the Committee, any chapter 11 or chapter 7 trustee appointed herein or in any Successor Cases, and any other party in interest) shall, without further notice, motion or application to, order of, or hearing before, this Court, be deemed to be forever waived and barred, and the Prepetition Secured Obligations shall (except to the extent raised in any timely filed Challenge) be deemed to be allowed in full as secured claims within the meaning of section 506 of the Bankruptcy Code for all purposes in connection with these Chapter 11 Cases or any Successor Cases without the need or requirement to file any proof of claim, and the Debtors’ Prepetition Secured Lien Stipulations shall be binding, final, and conclusive on all creditors, interest holders and parties in interest (including, without limitation, the Committee, any chapter 11 or chapter 7 trustee appointed herein or in any Successor Cases). For the avoidance of doubt, no challenge commenced against any Prepetition Secured Lender or any relief granted pursuant to any such challenge, shall in any manner impact, impair or alter the validity, priority or enforceability of the DIP Protections or any rights, claims, benefits and entitlements granted to the DIP Secured Parties pursuant to ~~this~~the Interim Order or this Final Order or the DIP Loan Documents. ~~Nothing in this Interim~~The Committee is hereby granted standing to assert any Challenge on behalf of any Debtor and the estate of any Debtor, provided however, that nothing in this Final Order confers standing on any party-in-interest other than the Committee to assert any claim on behalf of any Debtor or any estate of any Debtor, or relieves any party-in-interest other than

extended solely as to the Challenge(s) specifically identified in such motion for standing until the date that is three (3) business days after the date on which the Court enters an order granting or denying such motion for standing.

the Committee from any requirement under the Bankruptcy Code or otherwise to obtain authorization from the Court prior to asserting any claim on behalf of any Debtor or any estate of any Debtor.

8. **Carve-Out Provisions.**

(a) **Carve-Out.** All liens and claims granted by ~~this~~the Interim Order and this Final Order shall be subject to the Carve-Out. As used in ~~this~~the Interim Order, this Final Order and the DIP Loan Documents, the “Carve-Out” shall mean:

- (i) quarterly fees required to be paid to the United States Trustee pursuant to 28 U.S.C. §1930(a)(6), plus interest, if applicable, at the statutory rate, and any fees payable to the clerk of the Bankruptcy Court;
- (ii) all reasonable fees and expenses incurred by a trustee under section 726(b) of the Bankruptcy Code in an aggregate amount not to exceed \$50,000;
- (iii) with respect to Case Professionals retained by the Debtors and the Committee, if any, all accrued and unpaid claims for fees and expense reimbursements of such Case Professionals (but not any success or transaction fees other than those payable to the Debtors' financial advisor in connection with the closing of the DIP Facility) incurred during the period prior to the Carve-Out Trigger Date (as defined below) but not to exceed the amounts for such Case Professionals set forth in the Budget for such period, subject to such accrued and unpaid fees and expense reimbursements becoming Allowed Fees; and
- (iv) an aggregate amount for unpaid fees and expense reimbursements of all Case Professionals (but not any success or transaction fees) incurred after the

Carve-Out Trigger Date not to exceed \$~~500,000.00~~650,000.00 (the “Professionals Expense Cap”), subject to such fees and expense reimbursements becoming Allowed Fees; provided, however, that any payments actually made to fund unpaid fees and expenses of Case Professionals incurred on or after the Carve-Out Trigger Date shall reduce the Professionals Expense Cap on a dollar for dollar basis.

The Professionals Expense Cap shall be automatically reduced, on a dollar for dollar basis, by the amount of any unused retainers held by Case Professionals on the Carve-Out Trigger Date. Upon the Carve-Out Trigger Date and for so long thereafter as an Event of Default exists, any unused retainers held by Case Professionals on ~~the Petition Date shall be used to pay any Allowed Fees of such Case Professionals before any payment of such Allowed Fees are made from the DIP Facility or DIP Collateral. Any unused retainers held by Case Professionals on~~ the Petition Date shall be used to pay any Allowed Fees of such Case Professionals before any payment of such Allowed Fees are made from the DIP Facility or DIP Collateral. As used herein, the terms: (i) “Allowed Fees” shall mean fees and expense reimbursement of Case Professionals solely to the extent such fees and expenses have been approved, on a final basis, by an order of this Court that has not been vacated or stayed; (ii) “Case Professionals” shall mean attorneys, accountants, financial advisors, consultants and other professionals employed, pursuant to sections 327, 328 or 1103 of the Bankruptcy Code, as applicable, by the Debtors or ~~any~~the Committee; and (iii) “Carve-Out Trigger Date” shall mean the first business day after the DIP Agent provides notice (the “Carve-Out Trigger Notice”) to the Debtors of the occurrence of an Event of Default. The Carve-Out and any payments made in respect of the Carve-Out shall not reduce (but shall, to the extent funded under the DIP Facility, be added to

and made a part of) the DIP Obligations~~and Prepetition Second Lien Obligations~~, and shall be otherwise entitled to the protections granted under this ~~Interim~~Final Order, the DIP Loan Documents, the Bankruptcy Code and applicable law.

(b) **No Direct Payment Obligation.** The DIP Secured Parties and Prepetition Second Lien Lender shall not be responsible for the direct payment or reimbursement of any fees or disbursements of Case Professionals incurred in connection with the Chapter 11 Cases, any Successor Cases or otherwise. Nothing in this ~~Interim~~Final Order or otherwise shall be construed: (i) to obligate the DIP Secured Parties or the Prepetition Second Lien Lender in any way to pay compensation to or to reimburse expenses of any Case Professional, or to guarantee that the Debtors have sufficient funds to pay such compensation or reimbursement; or (ii) to increase the Carve-Out if Allowed Fees are higher in fact than the amounts subject to the Carve-Out as set forth in ~~this~~the Interim Order and this Final Order.

(c) **No Waiver of Right to Object to Fees; Payment of Compensation.** Nothing in this ~~Interim~~Final Order shall be construed as consent to the allowance of any fees or expense reimbursements of any Case Professionals or shall affect the right of the DIP Secured Parties or the Prepetition Second Lien Lender to object to the allowance and payment of such fees and expense reimbursements or to permit the Debtors to pay any such amounts not set forth in the Budget.

9. **Limitations on Use of DIP Facility, DIP Collateral, Cash Collateral, and Carve-Out.** The DIP Facility, DIP Collateral, Cash Collateral and Carve-Out may not be used: (a) in connection with or to finance in any way any action, suit, arbitration, proceeding, application, motion or other litigation of any type (i) adverse to the interests of DIP Agent, DIP Lenders or the Prepetition Secured Lenders, or their respective rights and remedies under

the DIP Loan Documents, the Prepetition Secured Credit Documents ~~or this~~, the Interim Order or this Final Order, as applicable, including, without limitation, for the payment of any services rendered by professionals retained by the Debtors or ~~any~~the Committee in connection with the assertion of or joinder in any claim, counterclaim, action, proceeding, application, motion, objection, defense or other contested matter, the purpose of which is to seek, or the result of which would be to obtain, any order, judgment, determination, declaration or similar relief, (ii) invalidating, setting aside, avoiding or subordinating, in whole or in part, the DIP Obligations or the Prepetition Secured Obligations, (iii) for monetary, injunctive or other affirmative relief against any DIP Agent, DIP Lender, or Prepetition Secured Lender, or their respective collateral, or (iv) preventing, hindering or otherwise delaying the exercise by the DIP Agent, the DIP Lenders, or the Prepetition Second Lien Lender of any rights and/or remedies under ~~this~~the Interim Order, this Final Order, the DIP Loan Documents, the Prepetition Secured Credit Documents, or applicable law, or the enforcement or realization (whether by foreclosure, credit bid, further order of the Court or otherwise) by the DIP Agent, the DIP Lenders or the Prepetition Second Lien Lender upon any of the DIP Collateral; (b) to make any distribution under a plan of reorganization in any of the Chapter 11 Cases without the prior written consent of the DIP Agent and the Required Lenders (in their sole discretion) prior to the Repayment in Full of the DIP Obligations; (c) to make any payment in settlement of any claim, action or proceeding, before any court, arbitrator or other governmental body without the prior written consent of the DIP Agent and the Required Lenders (in their sole discretion) prior to the Repayment in Full of the DIP Obligations; (d) to pay any fees or similar amounts to any person who has proposed or may propose to purchase interests in the Debtors without the prior written consent of the DIP Agent and the Required Lenders (in their sole discretion)

prior to the Repayment in Full of the DIP Obligations, except as otherwise explicitly permitted in the DIP Financing Agreement; (e) to object to, contest, or interfere with in any way the DIP Agent's or any DIP Lender's enforcement or realization upon any of the DIP Collateral once an Event of Default has occurred and is continuing, subject to paragraph 16(b) hereof; (f) to use or seek to use Cash Collateral or to sell or otherwise dispose of DIP Collateral without the consent of the DIP Agent and the Required Lenders (in their sole discretion) prior to the Repayment in Full of the DIP Obligations except as otherwise explicitly permitted in the DIP Financing Agreement; (g) to object to or challenge in any way the claims, liens, or interests (including interests in the Prepetition Collateral or DIP Collateral) held by or on behalf of the DIP Agent, the DIP Lenders, or the Prepetition Secured Lenders; (h) to assert, commence or prosecute any claims or causes of action whatsoever, including, without limitation, any actions under chapter 5 of the Bankruptcy Code, against the DIP Agent, DIP Lenders, or the Prepetition Secured Lenders; (i) to prosecute an objection to, contest in any manner, or raise any defenses to, the validity, extent, amount, perfection, priority, or enforceability of any of the Prepetition Secured Obligations, Prepetition Liens, DIP Obligations or DIP Liens or any other rights or interests of the Prepetition Secured Lenders, the DIP Agent or DIP Lenders; (j) to seek the modification, stay, or amendment of this ~~Interim~~Final Order or any of the DIP Loan Documents without the prior written consent of the DIP Agent and Required Lenders (in their sole discretion); or (k) to prevent, hinder or otherwise delay the exercise by the DIP Agent, DIP Lenders or the Prepetition Secured Lenders of any rights and remedies granted under ~~this~~the Interim Order or this Final Order. Notwithstanding the foregoing, an aggregate amount not to exceed ~~\$35,000~~75,000 of the DIP Facility ~~(subject to the entry of the Final Order)~~, the DIP Collateral, Cash Collateral and Carve-Out may be used by ~~any~~the Committee to investigate

the Prepetition Secured Obligations and Prepetition Liens within the Challenge Period. Nothing in this section shall impair the Debtors' ability to take actions in accordance with their fiduciary duties (or the rights, defenses and objections of parties in response thereto).

10. **Additional Covenants and Protections:** Without in any manner limiting the terms or requirements of the DIP Loan Documents or this ~~Interim~~Final Order:

(a) the Debtors shall not propose, file, support or pursue confirmation of a chapter 11 plan unless such plan provides for the Repayment in Full of DIP Obligations (as defined below); and

(b) the Debtors shall provide the Prepetition Second Lien Lender and its representatives with all access to records, notices, reports and other information provided or made available to the DIP Agent pursuant to Section 8.01 of the DIP Financing Agreement.

11. **Section 506(c) Claims.** Nothing contained in this ~~Interim~~Final Order or the DIP Loan Documents shall be deemed a consent by the DIP Secured Parties or the Prepetition Second Lien Lender to any charge, security interest, lien, assessment or claim against the DIP Collateral or Prepetition Collateral under section 506(c) of the Bankruptcy Code or otherwise.

~~Subject to entry of the Final Order, the~~The Debtors hereby waive any right they may have to seek to impose any charge, security interest, lien, assessment or claim against the DIP Secured Parties' or the Prepetition Second Lien Lender's respective interests in the DIP Collateral or Prepetition Collateral under section 506(c) of the Bankruptcy Code or otherwise. ~~Upon entry of the Final Order, and except~~Except with respect to the Carve-Out, no costs or expenses of administration which have been or may be incurred in the Chapter 11 Cases or any Successor Cases at any time shall be charged against the DIP Secured Parties, the Prepetition Second Lien Lender, their respective claims, or DIP Collateral or Prepetition Collateral pursuant to



sections 105 or 506(c) of the Bankruptcy Code, or otherwise, without the prior written consent of the DIP Agent, the Required Lenders and the Prepetition Second Lien Lender (as applicable), and no such consent shall be implied from any other action, inaction or acquiescence by the DIP Agent, the Required Lenders and the Prepetition Second Lien Lender (as applicable).

12. **Collateral Rights.** Unless the DIP Agent and the Required Lenders have provided their prior written consent or (i) all DIP Obligations have been indefeasibly paid in full in cash (or will be paid in full in cash upon entry of an order approving indebtedness described in subparagraph (a) below), (ii) all commitments to lend have terminated, and (iii) all issued and outstanding letters of credit and indemnity obligations under the DIP Financing Agreement have been cash collateralized (the actions set forth in clauses (i), (ii) and (iii), collectively, "Repayment in Full of DIP Obligations"), there shall not be entered in these Chapter 11 Cases, or in any Successor Cases, any order which authorizes any of the following:

(a) the obtaining of credit or the incurring of indebtedness, pursuant to sections 364(c) or 364(d) of the Bankruptcy Code, that is secured by a security, mortgage, or collateral interest or other lien on all or any portion of the DIP Collateral and/or entitled to priority administrative status which is equal or senior to those granted to the DIP Secured Parties; or

(b) relief from stay by any person holding or asserting liens junior to the liens of the DIP Secured Parties on all or any portion of the DIP Collateral.

13. **Disposition of Collateral.** (a) The Debtors shall not sell, transfer, lease, encumber or otherwise dispose of any portion of the DIP Collateral, without the prior written consent of the DIP Agent and the Required Lenders (and no such consent shall be implied,

from any other action, inaction or acquiescence by the DIP Agent or the Required Lenders, or an order of this Court), except: (i) as otherwise provided for in the DIP Financing Agreement and this ~~Interim~~Final Order, (ii) as otherwise approved by the Court and consented to by the DIP Agent and the Required Lenders, or (iii) such sale, transfer, lease, encumbrance or other disposition will result in the Repayment in Full of DIP Obligations.

(b) Any valid, perfected and non-avoidable liens created by the Prepetition Second Lien Credit Documents shall attach to any and all proceeds of Prepetition Collateral realized by the estate of any Debtor in connection with the sale, transfer or other disposition of such Prepetition Collateral, subject to the lien priorities set forth therein and herein and in the DIP Loan Documents. Subject to the occurrence of the Repayment in Full of DIP Obligations and paragraph 7 of this Final Order and the right to unwind or disgorge any payments upon a successful Challenge, any and all proceeds arising from or in connection with any sale, disposition or lease of DIP Collateral or Prepetition Collateral outside the ordinary course of any Debtor's business shall be transferred within one (1) business day to the Prepetition Second Lien Lender for application to the Prepetition Second Lien Obligations in accordance with the Prepetition Second Lien Documents, and shall not be used by the Debtors for any other purpose; provided that payment of such amounts shall be subject to (i) the Carve-Out and (ii) the Debtors' reservation of rights in Paragraph E(iii) herein.

(c) Nothing in this section shall impair the Debtors' ability to take actions in accordance with their fiduciary duties (or the rights, defenses and objections of parties in response thereto).

14. **Proceeds of Subsequent Financing.** If at any time prior to the Repayment in Full of DIP Obligations, any of the Debtors or any trustee obtains credit or incurs debt

pursuant to section 364(b), 364(c), or 364(d) of the Bankruptcy Code whether or not in violation of the DIP Financing Agreement, any other DIP Loan Documents or this ~~Interim~~Final Order, then all of the cash proceeds derived from such credit or debt shall immediately be turned over to the DIP Agent and applied to the DIP Obligations as set forth in the DIP Financing Agreement. For the sake of clarity, if at any time prior to the Repayment in Full of DIP Obligations, any of the Debtors or any trustee receives proceeds from the sale of any DIP Collateral, then all of the cash proceeds derived from such shall be applied in accordance with the terms of the DIP Loan Documents and section ~~2(d)~~2(d) of this ~~Interim~~Final Order.

15. **Events of Default.**

Each of the following shall constitute an event of default under this ~~Interim~~Final Order, unless expressly waived in writing by the DIP Agent and the Required Lenders (collectively, the “Events of Default”):

(a) the occurrence of the “Maturity Date” (as defined in the DIP Financing Agreement) without the Repayment in Full of DIP Obligations on or before such date or, if sooner, the occurrence of an “Event of Default” under the DIP Loan Documents (after giving effect to any applicable notice, cure and grace period in the relevant DIP Loan Documents);

(b) the failure by the Debtors to observe or perform any of the terms, provisions, conditions, covenants or obligations under this ~~Interim~~Final Order that, if subject to cure, is not cured within two (2) business days; or

(c) the reversal, vacatur or modification of any provision of this ~~Interim~~Final Order; ~~or~~ or

~~(d) the failure of the Debtors to obtain entry of the Final Order on or before the date which is thirty (30) days after the Petition Date.~~

Until the Repayment in Full of DIP Obligations, the DIP Protections afforded to the DIP Secured Parties pursuant to this ~~Interim~~Final Order and under the DIP Loan Documents, and any actions taken pursuant thereto, shall survive the entry of any order confirming a plan of reorganization or converting any of these Chapter 11 Cases to a Successor Case, and the DIP Protections shall continue in these Chapter 11 Cases and in any Successor Cases, and the DIP Protections granted herein shall maintain their priorities as provided by this ~~Interim~~Final Order. Until the payment in full in cash of the Prepetition Second Lien Obligations, the rights, benefits, and protections afforded to the Prepetition Second Lien Lender pursuant to this ~~Interim~~Final Order, and any actions taken pursuant thereto, shall survive the entry of any order confirming a plan of reorganization or converting any of these Chapter 11 Cases to a Successor Case, and such rights, benefits, and protections shall continue in these Chapter 11 Cases and in any Successor Cases, and such rights, benefits, and protections granted herein shall maintain their priorities as provided by this ~~Interim~~Final Order.

**16. Rights and Remedies Upon Event of Default.**

(a) Immediately upon the occurrence and during the continuation of an Event of Default, the DIP Agent may, or shall, at the direction of the Required Lenders, declare (W) all DIP Obligations owing under the DIP Loan Documents to be immediately due and payable, (X) the termination, reduction or restriction of any further commitment to extend credit to the Debtors to the extent any such commitment remains in effect, (Y) the termination of the DIP Financing Agreement and any other DIP Loan Documents as to any future liability or obligation of the DIP Agent and the DIP Lenders, but without affecting any of the DIP Liens or the DIP Obligations, and/or (Z) a termination, reduction or restriction on the ability of the Debtors to use Cash Collateral (any such declaration by the DIP Agent shall be referred to

herein as a "Termination Declaration"). The Termination Declaration shall be given by email (or other electronic means) to counsel to the Debtors, counsel to the ~~DIP Agent, counsel to the~~ Prepetition Second Lien Lender, counsel to ~~any~~the Committee and the United States Trustee (the date any such Termination Declaration is made shall be referred to herein as the "Termination Declaration Date"). A copy of the Termination Declaration shall also be filed on the docket in the Chapter 11 Cases on the Termination Declaration Date.

(b) The DIP Obligations shall be due and payable, without notice or demand, on the Termination Declaration Date. From and after the Termination Declaration Date, the Debtors shall not have any right to use, and except as specifically provided in this paragraph the Debtors and other parties in interest shall not seek authority to use, Cash Collateral without the express written consent of the DIP Agent and the Required Lenders ~~in~~provided at their sole discretion. Any automatic stay otherwise applicable to the DIP Agent or the DIP Lenders is hereby modified so that five (5) business days after the Termination Declaration Date (the "Remedies Notice Period"), the DIP Agent and the DIP Lenders shall be entitled to exercise all rights and remedies against the DIP Collateral in accordance with the DIP Loan Documents and this ~~Interim~~Final Order and shall be permitted to satisfy the DIP Obligations and DIP Superpriority Claims, subject to the Carve-Out. During the Remedies Notice Period, the Debtors or the Committee shall be entitled to seek an emergency hearing with the Court for the sole purpose of contesting whether an Event of Default has occurred and/or is continuing, and seeking other relief in the event it is determined that an Event of Default has not occurred and/or is continuing. Unless the Court determines during the Remedies Notice Period that an Event of Default has not occurred and/or is not continuing, the automatic stay shall automatically be terminated at the end of the Remedies Notice Period

without further notice or order, and the Debtors (and all other parties in interest) shall have no right to use or seek to use Cash Collateral, and the DIP Agent and the DIP Lenders shall be permitted to exercise all remedies set forth herein, in the DIP Financing Agreement and the DIP Loan Documents, as applicable, and as otherwise available at law against the DIP Collateral, without further order of or application or motion to the Court, and without restriction or restraint by any stay under sections 362 or 105 of the Bankruptcy Code, or otherwise, against the enforcement of the liens and security interests in the DIP Collateral or any other rights and remedies granted to the DIP Agent and the DIP Lenders with respect thereto pursuant to the DIP Financing Agreement, DIP Loan Documents or this ~~Interim~~Final Order. The rights and remedies of the DIP Agent and the DIP Lenders specified herein are cumulative and not exclusive of any rights or remedies that the DIP Agent and the DIP Lenders may have under the DIP Loan Documents or applicable law. Unless the Court determines during the Remedies Notice Period that an Event of Default has not occurred and/or is not continuing, upon the expiration of the Remedies Notice Period the Debtors shall cooperate fully with the DIP Agent and the DIP Lenders in their exercise of rights and remedies, whether against the DIP Collateral or otherwise, including, without limitation, executing and delivering any documents or other instruments, or filing any motions, applications or pleadings requested by the DIP Agent in furtherance of the exercise of any such rights and remedies. If the Court determines prior to the expiration of the Remedies Notice Period that no Event of Default has occurred or is continuing, then the Debtors shall be permitted to continue using Cash Collateral thereafter, subject to the terms and conditions set forth in this ~~Interim~~Final Order (including the Budget).

(c) If the DIP Agent and/or the DIP Lenders exercise any of their rights and remedies upon the occurrence of an Event of Default under the DIP Loan Documents, the DIP Agent may, or shall, at the direction of the Required Lenders, retain one or more agents to sell, lease or otherwise dispose of the DIP Collateral. In any exercise of its rights and remedies upon an Event of Default under the DIP Loan Documents, the DIP Agent and the DIP Lenders are authorized to proceed under or pursuant to the DIP Loan Documents.

17. **Proofs of Claim.** The DIP Secured Parties will not be required to file proofs of claim in the Chapter 11 Cases or any Successor Cases on account of the DIP Obligations, and the Prepetition Secured Lenders will not be required to file proofs of claim in the Chapter 11 Cases or any Successor Cases on account of the Prepetition Secured Obligations.

18. **Other Rights and DIP Obligations.**

(a) **Good Faith Under Section 364(e) of the Bankruptcy Code; No Modification or Stay of ~~Interim~~Final Order.** Based on the evidence presented at the Interim Hearing and Final Hearing, the findings set forth in this Final Order, and the representations made by the Debtors in the Motion and on the record of the Interim Hearing and the Final Hearing, and to the extent allowed under section 364(e) of the Bankruptcy Code, with respect to amounts advanced pursuant to ~~this~~the Interim Order and this Final Order, in the event any or all of the provisions of this ~~Interim~~Final Order are hereafter reversed or modified by a subsequent order of this or any other Court, the DIP Secured Parties are entitled to the protections provided in section 364(e) of the Bankruptcy Code and, provided that ~~the~~ ~~Interim~~this Final Order is not stayed pending appeal, no such reversal or modification shall affect the validity and enforceability of any advances made under the DIP Facility or the liens or priority authorized or created hereby. Notwithstanding any such reversal or modification,

any claim granted to the DIP Secured Parties hereunder arising prior to the effective date of such reversal or modification of any DIP Protections granted to the DIP Secured Parties shall be governed in all respects by the original provisions of ~~this~~the Interim Order and this Final Order, and the DIP Secured Parties shall be entitled to all of the rights, remedies, privileges and benefits, including the DIP Protections, with respect to any such claim, provided that the Interim Order ~~was~~and this Final Order were not stayed at the time the claim arose. Because the loans made pursuant to the DIP Financing Agreement are made in reliance on ~~this~~the Interim Order and this Final Order, the obligations owed the DIP Secured Parties prior to the effective date of any reversal or modification of ~~this~~the Interim Order or this Final Order cannot, as a result of any subsequent order in the Chapter 11 Cases or in any Successor Cases or otherwise, be subordinated, lose their lien priority or superpriority administrative expense claim status, or be deprived of the benefit of the status of the liens and claims granted to the DIP Secured Parties under ~~this~~the Interim Order, this Final Order and/or the DIP Loan Documents, provided that the Interim Order and/or the Final Order was not stayed at the time such liens or claims arose. Because the use of Cash Collateral pursuant to ~~this~~the Interim Order ~~is~~and this Final Order has been made in good faith, the adequate protection owed to the Prepetition Second Lien Lender prior to the effective date of any reversal or modification of this ~~Interim~~Final Order cannot, as a result of any subsequent order in the Chapter 11 Cases or in any Successor Cases or otherwise, be subordinated, lose its lien priority or superpriority administrative expense claim status, or be deprived of the benefit of the status of the liens and claims granted to the Prepetition Second Lien Lender under ~~this~~the Interim Order and this Final Order, provided that the Interim Order and/or the Final Order was not stayed at the time such liens or claims arose.



(b) **Discharge Waiver.** The Debtors expressly stipulate, and the Court finds and adjudicates that the DIP Obligations shall not be discharged by the entry of an order confirming any plan of reorganization, notwithstanding the provisions of section 1141(d) of the Bankruptcy Code, unless the Repayment in Full of DIP Obligations has occurred on or before the effective date of a confirmed plan of reorganization. The Debtors shall not propose or support any plan of reorganization or sale of all or substantially all of the Debtors' assets or entry of any confirmation order or sale order that is not conditioned upon the Repayment in Full of DIP Obligations on the effective date of such plan of reorganization or sale; provided, however, that in the event there is a dispute in the amount of any final payoff, sufficient funds shall be held segregated so as to ensure the Repayment in Full of DIP Obligations.

(c) **Binding Effect.** All of the provisions of this ~~Interim~~Final Order shall be binding upon and inure to the benefit of the DIP Secured Parties, the Prepetition Second Lien Lender, the Debtors, ~~any~~the Committee, all other creditors of the Debtors and all other parties-in-interest, and their respective successors and assigns (including any trustee or other fiduciary hereinafter appointed as a legal representative of the Debtors or with respect to the property of the estates of the Debtors) whether in these Chapter 11 Cases, in any Successor Cases, or upon dismissal of any of the Chapter 11 Cases or any Successor Cases.

(d) **No Waiver.** The failure of the DIP Secured Parties and the Prepetition Second Lien Lender to seek relief or otherwise exercise their respective rights and remedies, as applicable, under the DIP Loan Documents, this ~~Interim~~Final Order or otherwise, shall not constitute a waiver of any of the DIP Secured Parties' or Prepetition Second Lien Lender's rights hereunder, thereunder, or otherwise. Notwithstanding anything herein, the entry of this

~~Interim~~Final Order is without prejudice to, and does not constitute a waiver of, expressly or implicitly, or otherwise impair the rights of the DIP Secured Parties or Prepetition Second Lien Lender under the Bankruptcy Code or under non-bankruptcy law, including without limitation, the rights of the DIP Secured Parties and Prepetition Second Lien Lender to (i) request conversion of the Chapter 11 Cases to cases under chapter 7, dismissal of the Chapter 11 Cases, or the appointment of a trustee in the Chapter 11 Cases; (ii) propose, subject to the provisions of section 1121 of the Bankruptcy Code and this ~~Interim~~Final Order, a plan of reorganization; and (iii) exercise any of the rights, claims or privileges (whether legal, equitable or otherwise) the DIP Secured Parties or Prepetition Second Lien Lender may have pursuant to this ~~Interim~~Final Order or the DIP Loan Documents, or applicable law. Notwithstanding anything to the contrary set forth in this Final Order, the entry of this Final Order and the payments authorized herein shall not, and shall not be deemed to, release any non-Debtor obligor of Prepetition Secured Obligations from any such obligations, and is without prejudice to, and shall not constitute a waiver of or otherwise impair any rights of, the Prepetition Secured Lenders or the Debtors against any such non-Debtor obligor.

(e) **No Third Party Rights.** Except as explicitly provided for herein, this ~~Interim~~Final Order does not create any rights for the benefit of any third party, creditor, landlord, lessor, equity holder or any direct, indirect, or incidental beneficiary.

(f) **No Marshaling.** ~~Subject to the entry of the Final Order, the~~The DIP Secured Parties and the Prepetition Second Lien Lender shall not be subject to the equitable doctrine of “marshaling” or any other similar doctrine with respect to any of the DIP Collateral.

(g) **Section 552(b).** ~~The Debtors agree that, subject to the entry of the Final Order, (i)~~In light of the subordination of their liens and superpriority claims to the Carve-Out and consensual use of Cash Collateral, the DIP Secured Parties and the Prepetition Second Lien Lender ~~shall~~are each ~~be~~ entitled to all of the rights and benefits of section 552(b) of the Bankruptcy Code, and ~~(ii) the "equities of the case" exception under section 552(b) of the Bankruptcy Code~~ shall not apply ~~to the DIP Secured Parties or~~(provided that as to the Prepetition Second Lien Lender with respect to proceeds, product, offspring or profits of any of the DIP Collateral, but such agreement ~~is~~shall not be binding on the Court or the Committee, and the Committee and the Prepetition Collateral Second Lien Lender each reserve all rights as to whether the "equities of the case" exception should apply).

(h) **Amendment of DIP Loan Documents.** The Debtors and the DIP Agent (after having obtained any approvals required of the Required Lenders as required under the DIP Financing Agreement) may amend or waive any provision of the DIP Loan Documents without further order of this Court, provided that such amendment or waiver, in the reasonable judgment of the Debtors and the DIP Agent, is not material. No material amendment or modification of any DIP Loan Document shall be made or become effective absent further order of the Court after notice and, if necessary, a hearing. Except as otherwise provided herein, no waiver, modification, or amendment of any of the provisions of the DIP Loan Documents shall be effective unless set forth in writing, signed by on behalf of the Debtors and the DIP Agent (after having obtain any approvals required of the Required Lenders as required under the DIP Financing Agreement).

19. **Limitation of Liability.** In determining to provide the DIP Facility or permit the use of Cash Collateral, neither the DIP Secured Parties nor the Prepetition Second Lien

Lender shall be deemed to be in control of the operations of the Debtors or to be acting as a “responsible person” or “owner or operator” with respect to the operation or management of the Debtors (as such terms, or any similar terms, are used in the United States Comprehensive Environmental Response, Compensation and Liability Act, 29 U.S.C. §§9601 *et seq.* as amended, or any similar federal statute).

20. **Release and Indemnification of DIP Secured Parties.** The Debtors shall defend, indemnify, hold harmless and release the DIP Secured Parties and the Indemnified Persons (as defined in the DIP Financing Agreement) to the extent set forth in the DIP Loan Documents.

21. **Survival of ~~Interim~~Final Order.** All of the provisions of this ~~Interim~~Final Order and any actions taken pursuant hereto shall survive entry of any order which may be entered (a) confirming any chapter 11 plan in the Chapter 11 Cases, (b) converting any of the Chapter 11 Cases to a case under chapter 7 of the Bankruptcy Code or any Successor Cases, (c) dismissing any of the Chapter 11 Cases, (d) withdrawing of the reference of any of the Chapter 11 Cases from this Court, or (e) providing for abstention from handling or retaining of jurisdiction of any of the Chapter 11 Cases in this Court. The terms and provisions of this ~~Interim~~Final Order, including the DIP Protections and adequate protection granted pursuant to this ~~Interim~~Final Order and the DIP Loan Documents and any rights, benefits, and protections granted to the Prepetition Secured Lenders, shall continue in full force and effect notwithstanding the entry of such order, and such DIP Protections and rights, benefits, and protections granted to the Prepetition Secured Lenders shall maintain their priority as provided by this ~~Interim~~Final Order until (i) in the case of the DIP Secured Parties, until all of the DIP Obligations of the Debtors to the DIP Secured Parties pursuant to the DIP Loan Documents

(and this ~~Interim~~Final Order) have been indefeasibly paid in full and discharged (such payment being without prejudice to any terms or provisions contained in the DIP Facility which survive such discharge by their terms); and (ii) in the case of the Prepetition Secured Lenders, until all of the Prepetition Secured Obligations of the Debtors to the Prepetition Secured Lenders pursuant to the Prepetition Secured Credit Documents have been paid in full in cash and discharged.

(a) **Inconsistency.** In the event of any inconsistency between the terms and conditions of the DIP Loan Documents ~~and of this,~~ the Interim Order, and/or this Final Order, the provisions of this ~~Interim~~Final Order shall govern and control.

(b) **Enforceability.** This ~~Interim~~Final Order shall constitute findings of fact and conclusions of law pursuant to the Bankruptcy Rule 7052 and shall take effect and be fully enforceable immediately upon entry of this ~~Interim~~Final Order on the Court's docket. Notwithstanding Bankruptcy Rules 4001(a)(3), 6004(h), 6006(d), 7062 or 9024 or any other Bankruptcy Rule, or Rule 62(a) of the Federal Rules of Civil Procedure, this ~~Interim~~Final Order shall be immediately effective and enforceable upon its entry and there shall be no stay of execution or effectiveness of this ~~Interim~~Final Order. The rights of all parties in interest to object to the terms of the Final Order, the DIP Financing Agreement and any other DIP Financing Document at the Final Hearing are expressly reserved.

(c) **Objections Overruled.** All objections to the relief sought in this ~~Interim~~Final Order to the extent not withdrawn or resolved, are hereby overruled.

(d) **No Waivers or Modification of ~~Interim~~Final Order.** The Debtors irrevocably waive any right to seek any modification or extension of this ~~Interim~~Final Order without the prior written consent of the DIP Agent and the Required Lenders and no such

consent shall be implied by any other action, inaction or acquiescence of the DIP Agent or the Required Lenders.

22. **Headings.** All paragraph headings used in this ~~Interim~~Final Order are for ease of reference only and are not to affect the construction hereof or to be taken into consideration in the interpretation hereof.

**23. ~~Final Hearing.~~**

~~(a) The Final Hearing to consider entry of the Final Order and final approval of the DIP Facility shall be held before The Honorable Stuart M. Bernstein at the United States Bankruptcy Court for the Southern District of New York, One Bowling Green, 7th Floor, Courtroom 723, New York, New York 10004-1408 on **July 7, 2016 at 2:00 p.m. (prevailing Eastern Time)**. If no objections to the relief sought in the Final Hearing are filed and served in accordance with this Interim Order, no Final Hearing may be held, and a separate Final Order may be presented by the Debtors and entered by this Court.~~

~~(b) On or before June 17, 2016, the Debtors shall serve, by United States mail, first class postage prepaid, notice of the entry of this Interim Order and of the Final Hearing (the "Final Hearing Notice"), together with copies of this Interim Order and the Motion, on: (a) the parties having been given notice of the Interim Hearing; (b) any party which has filed prior to such date a request for notices with this Court; (c) counsel for the Committee, if any; (d) the Office of the United States Trustee, (e) the Internal Revenue Service, (f) counsel to the DIP Agent, and (g) counsel to each of the Prepetition Secured Lenders. The Final Hearing Notice shall state that any party in interest objecting to the entry of the proposed Final Order shall file written objections with the Clerk of the Bankruptcy Court no later than **July 1, 2016 at 4:00 p.m. (prevailing Eastern Time)** which objections shall be served so that the same are~~

~~received on or before such date by: (a) counsel for the Debtors, Ropes & Gray LLP, 1211  
Avenue of the Americas, New York, New York 10036, Attn: Gregg Galardi and Jonathan Gill;  
(b) counsel for the DIP Agent, Schulte Roth & Zabel LLP, 919 Third Avenue, New York, NY  
10022, Attn: Adam Harris and Frederic Raguecci; (c) counsel for any Committee; (d) counsel  
for the Prepetition Second Lien Lender, Latham & Watkins LLP, 885 Third Avenue, New  
York, New York 10033, Attn: David Heller and Keith Simon, and (e) the Office of the United  
States Trustee for the Southern District of New York, U.S. Federal Office Building, 201  
Varick Street, Room 1006, New York, New York 10014, Attn: Greg M. Zipes and Susan  
Arbeit.~~

23. ~~24.~~ **Retention of Jurisdiction.** The Court has and will retain jurisdiction to  
enforce this ~~Interim~~Final Order.

Dated: ~~June 16~~July \_\_, 2016  
New York, New York

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STUART M. BERNSTEIN  
UNITED STATES BANKRUPTCY JUDGE



**Exhibit A**

~~Summary Budget~~

[DIP Financing Agreement]

**Exhibit B**

[Summary Budget]

**Gawker Media Group, Inc.**  
**13 Week Cash Flow - DIP Budget**

(\$000's)	-3	-2	-1	1	2	3	4	5	6	7	8	9	10	11	12	13	Total
	Actual	Actual	Actual	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst
	5-27	6-3	6-10	6-17	6-24	7-1	7-8	7-15	7-22	7-29	8-5	8-12	8-19	8-26	9-2	9-9	13 weeks
<b>Cash Receipts</b>																	
Operating Receipts	\$ 487	\$ 2,091	\$ 874	\$ 403	\$ 410	\$ 1,958	\$ 839	\$ 360	\$ 486	\$ 640	\$ 1,539	\$ 484	\$ 481	\$ 679	\$ 1,850	\$ 484	\$ 10,613
Sublease and Other			31	69	-	-	100	-	-	-	100	-	-	-	-	100	369
<b>Total Cash Receipts</b>	<b>\$ 487</b>	<b>\$ 2,091</b>	<b>\$ 905</b>	<b>\$ 472</b>	<b>\$ 410</b>	<b>\$ 1,958</b>	<b>\$ 939</b>	<b>\$ 360</b>	<b>\$ 486</b>	<b>\$ 640</b>	<b>\$ 1,639</b>	<b>\$ 484</b>	<b>\$ 481</b>	<b>\$ 679</b>	<b>\$ 1,850</b>	<b>\$ 584</b>	<b>\$ 10,981</b>
<b>Operating Cash Disbursements</b>																	
Payroll, Temps and Benefits	(791)	(81)	(504)	(421)	(167)	(933)	(41)	(1,686)	(16)	(935)	(41)	(1,076)	(132)	(6)	(935)	(48)	(6,436)
Production	-	-	(89)	-	(219)	(77)	(252)	(95)	(77)	(223)	(83)	(81)	(77)	(77)	(235)	(77)	(1,571)
Professional Fees (Non-Rest.)	(182)	-	-	-	(32)	(5)	(5)	(5)	(62)	(17)	(5)	(5)	(32)	(17)	(5)	(5)	(194)
Utilities & IT	(40)	(3)	-	-	(28)	(28)	(30)	(31)	(28)	(28)	(30)	(31)	(28)	(28)	(28)	(30)	(347)
American Express Bill	-	-	(199)	(80)	-	-	(175)	-	-	-	(225)	-	-	-	-	(225)	(705)
Taxes	-	-	-	-	(45)	-	-	-	-	-	-	-	-	-	-	-	(45)
Insurance	(14)	-	(14)	-	(23)	-	-	(7)	(16)	-	(94)	-	(7)	(16)	-	-	(162)
Rent	-	(265)	(85)	-	-	-	(359)	-	-	-	(359)	-	-	-	(359)	-	(1,076)
Kinja	(490)	-	(50)	-	-	-	(150)	-	-	-	-	(150)	-	-	-	(150)	(450)
Other	(16)	(9)	(85)	-	(20)	(20)	(20)	(20)	(20)	(20)	(20)	(20)	(20)	(20)	(20)	(20)	(240)
<b>Total Operating Cash Disbursements</b>	<b>\$ (1,533)</b>	<b>\$ (358)</b>	<b>\$ (1,026)</b>	<b>\$ (501)</b>	<b>\$ (533)</b>	<b>\$ (1,063)</b>	<b>\$ (1,031)</b>	<b>\$ (1,844)</b>	<b>\$ (219)</b>	<b>\$ (1,222)</b>	<b>\$ (856)</b>	<b>\$ (1,363)</b>	<b>\$ (295)</b>	<b>\$ (164)</b>	<b>\$ (1,581)</b>	<b>\$ (554)</b>	<b>\$ (11,226)</b>
<b>Operating Cash Flow</b>	<b>\$ (1,045)</b>	<b>\$ 1,733</b>	<b>\$ (121)</b>	<b>\$ (28)</b>	<b>\$ (123)</b>	<b>\$ 895</b>	<b>\$ (93)</b>	<b>\$ (1,484)</b>	<b>\$ 267</b>	<b>\$ (582)</b>	<b>\$ 782</b>	<b>\$ (879)</b>	<b>\$ 186</b>	<b>\$ 515</b>	<b>\$ 268</b>	<b>\$ 30</b>	<b>\$ (245)</b>
<b>Non-Operating Cash Disbursements</b>																	
Total Professional Fees	(1,572)	(93)	(1,395)	-	-	-	(490)	-	-	(1,736)	-	(325)	-	(1,125)	-	(375)	(4,051)
Office Termination Fee (4th Fl)	-	(125)	-	-	-	-	(125)	-	-	-	(125)	-	-	-	(125)	-	(375)
Other	-	-	(200)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Non-Operating Cash Disb.</b>	<b>\$ (1,572)</b>	<b>\$ (218)</b>	<b>\$ (1,595)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (615)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,736)</b>	<b>\$ (125)</b>	<b>\$ (325)</b>	<b>\$ -</b>	<b>\$ (1,125)</b>	<b>\$ (125)</b>	<b>\$ (375)</b>	<b>\$ (4,426)</b>
<b>Cash Flow Before Financing Costs</b>	<b>\$ (2,617)</b>	<b>\$ 1,515</b>	<b>\$ (1,716)</b>	<b>\$ (28)</b>	<b>\$ (123)</b>	<b>\$ 895</b>	<b>\$ (708)</b>	<b>\$ (1,484)</b>	<b>\$ 267</b>	<b>\$ (2,318)</b>	<b>\$ 657</b>	<b>\$ (1,204)</b>	<b>\$ 186</b>	<b>\$ (610)</b>	<b>\$ 143</b>	<b>\$ (345)</b>	<b>\$ (4,671)</b>
<b>Financing Costs</b>																	
DIP Commitment Fees & Interest	-	-	-	(440)	-	(51)	-	-	-	-	(148)	-	-	-	(152)	-	(791)
SVB Debt	(1)	(264)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Financing Costs</b>	<b>\$ (1)</b>	<b>\$ (264)</b>	<b>\$ -</b>	<b>\$ (440)</b>	<b>\$ -</b>	<b>\$ (51)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (148)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (152)</b>	<b>\$ -</b>	<b>\$ (791)</b>
<b>Net Cash Flow</b>	<b>\$ (2,618)</b>	<b>\$ 1,252</b>	<b>\$ (1,716)</b>	<b>\$ (468)</b>	<b>\$ (123)</b>	<b>\$ 844</b>	<b>\$ (708)</b>	<b>\$ (1,484)</b>	<b>\$ 267</b>	<b>\$ (2,318)</b>	<b>\$ 510</b>	<b>\$ (1,204)</b>	<b>\$ 186</b>	<b>\$ (610)</b>	<b>\$ (9)</b>	<b>\$ (345)</b>	<b>\$ (5,462)</b>
<b>Cash &amp; Liquidity</b>																	
Beginning Cash Book Balance	\$ 7,088	\$ 4,470	\$ 5,721	\$ 4,006	\$ 4,548	\$ 4,424	\$ 5,268	\$ 7,405	\$ 5,921	\$ 6,189	\$ 3,870	\$ 4,380	\$ 3,176	\$ 3,363	\$ 2,753	\$ 2,744	\$ 4,006
Net Cash Flow	(2,618)	1,252	(1,716)	(468)	(123)	844	(708)	(1,484)	267	(2,318)	510	(1,204)	186	(610)	(9)	(345)	(5,462)
DIP Term Loan Draws / (Paydowns)	-	-	-	13,275	-	-	2,845	-	-	-	-	-	-	-	-	-	16,120
DIP Revolver Draws / (Paydowns)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
SVB Take Out & L/C Collateralization	-	-	-	(12,265)	-	-	-	-	-	-	-	-	-	-	-	-	(12,265)
<b>Ending Cash Book Balance</b>	<b>\$ 4,470</b>	<b>\$ 5,721</b>	<b>\$ 4,006</b>	<b>\$ 4,548</b>	<b>\$ 4,424</b>	<b>\$ 5,268</b>	<b>\$ 7,405</b>	<b>\$ 5,921</b>	<b>\$ 6,189</b>	<b>\$ 3,870</b>	<b>\$ 4,380</b>	<b>\$ 3,176</b>	<b>\$ 3,363</b>	<b>\$ 2,753</b>	<b>\$ 2,744</b>	<b>\$ 2,399</b>	<b>\$ 2,399</b>
SVB Collateral Block	(307)	(1,067)	(1,067)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Revolver Availability	-	-	-	-	-	-	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
<b>Total Liquidity</b>	<b>\$ 4,163</b>	<b>\$ 4,654</b>	<b>\$ 2,939</b>	<b>\$ 4,548</b>	<b>\$ 4,424</b>	<b>\$ 5,268</b>	<b>\$ 12,405</b>	<b>\$ 10,921</b>	<b>\$ 11,189</b>	<b>\$ 8,870</b>	<b>\$ 9,380</b>	<b>\$ 8,176</b>	<b>\$ 8,363</b>	<b>\$ 7,753</b>	<b>\$ 7,744</b>	<b>\$ 7,399</b>	<b>\$ 7,399</b>
<b>DIP Term Loan</b>																	
Beginning Balance	\$ -	\$ -	\$ -	\$ -	\$ 14,000	\$ 14,000	\$ 14,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ -
Draws / (Paydowns)	-	-	-	14,000	-	-	3,000	-	-	-	-	-	-	-	-	-	17,000
<b>Ending Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 14,000</b>	<b>\$ 14,000</b>	<b>\$ 14,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>	<b>\$ 17,000</b>
<b>DIP Revolver</b>																	
Beginning Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Draws / (Paydowns)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Ending Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

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